Department of Land and Natural Resources

Amendments to Chapters 13-230, 13-231, 13-232,13-233, 13-234, 13-241, 13-242, 13-244, 13-250, 13-251, 13-252, 13-253, 13-255, 13-256 Hawaii Administrative Rules

- 1. Section 13-230-4, Hawaii Administrative Rules, is amended to read as follows:
- "13-230-4 [Penalties] Fines, penalties and prosecution. (a) Any person who violates any of these rules or who violates any lawful command issued pursuant to these rules [by any small boat harbor master, harbor agent or any boating district manager, while in the discharge of that person's duty, shall be guilty of a misdemeanor. Recommended fines for each violation are as set forth in the bail schedule for boating, small boat harbors, ocean waters, navigable streams and beaches, provided that nothing in these rules shall prohibit a court from imposing the maximum fine of not more than \$10,000 for each violation as provided in section 200-14, Hawaii Revised Statutes. In addition to or as a condition to the suspension of any fines, the offender may be deprived of the privilege of operating or mooring any vessel in state waters for a period of not more than two years] shall be subject to fines and penalties as [prescribed] provided in [section] sections 200-14, 200-14.5, and 200-25, [Hawaii Revised Statutes] HRS. Prosecution of offenders shall be as provided by law.
- (b) Administrative fines, as provided in section 200-14.5, HRS, assessed for violation of these rules shall be determined by the board of land and natural resources." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25) (Imp: HRS "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25)
- 2. Section 13-230-6, Hawaii Administrative Rules, is amended to read as follows:

"13-230-6 <u>Notice</u>. Where notice to a permittee, co-owner, lien holder, owner or any other party is required by [this chapter] <u>these rules</u>, the department shall [effect service] provide notice by one of the following methods:

- (1) Posting the notice in a conspicuous place aboard the permittee's vessel or at the assigned berth;
- (2) Mailing the notice to the person by certified mail, return receipt requested, at the person's last [known] address <u>on record</u>, provided that service by mail is deemed received and completed five <u>working</u> days after the date of mailing; or
- (3) Personal service:

provided that in an emergency, where life or property is endangered or if a vessel may interfere with other vessels, construction or maintenance of berthing facilities, or with the free and proper navigation of a waterway unless immediate action is taken, remedial action may be taken by the department without prior notice." [Eff 2/24/94 am and

comp [] (Auth: HRS "200-4, 200-9, 200-10, 200-22, 200-24) (Imp: HRS "200-4, 200-9, 200-10, 200-22, 200-24)

3. Section 13-230-8, Hawaii Administrative Rules, is amended by deleting one definition and adding new definitions to read as follows:

"13-230-8 Definitions. ***

"Boatowner" means the legal owner of a vessel where there is no security interest held by anyone on the vessel, a buyer under a purchase money security interest, a debtor under any security interest, a demise charterer of a vessel, or a lessee or charterer of a vessel under lease or charter which provides the lessee or charterer with exclusive right to possession of the vessel to the exclusion of the lessor or the person from whom the vessel is chartered[.], provided that in cases where the owner of the corporation or other business entity leasing or chartering a commercial vessel and the lessor or charterer of the commercial vessel is the same person, the physical operation of the vessel by the lessor or charterer shall not compromise the exclusive right of possession of the vessel by the corporation or other business entity. The documentation of ownership must meet the requirements of section 13-241-5(c) or proof of ownership for vessels described in section 13-241-2.

"Beaches of the State," means all of the shoreline from the upper reaches of the wash of the waves, usually evidenced by the edge of vegetation growth or by the upper limit of debris left by the wash of the waves to the base line of the territorial seas, or where a survey has been performed to determine the boundaries of the beaches of the State under the jurisdiction of the division of boating and ocean recreation.

"Commercial activities" means any activity conducted by a person, or corporation, including any not-for-profit organization, engaged in any trade or business involving services rendered to individuals in conjunction with a use or activity at a State boating facility, within a designated parasail, thrill craft, high speed boating or water sledding commercial operating area, or on beaches of the State.

"Commercial vessel" means a vessel used for conducting commercial activities on the waters of the State that is owned or leased by a person, corporation or any legal entity where proof of ownership meets the requirements of section 13-241-5(c), or documented with the United States Coast Guard.

"HRS" means Hawaii Revised Statues.

"Manually-propelled vessel" means a manually-propelled vessel primarily moved only by hands, feet, oars, poles or paddles. Surfboards shall not be considered a vessel and shall be excluded from this definition.

"State boating facility" means a State small boat harbor, boat ramp, off-shore mooring, pier, wharf, State property, or landing under the jurisdiction of the department."

[Eff 2/24/94; am and comp](Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

4. Section 13-230-25, Hawaii Administrative Rules, is amended by amending subsection (b) to read as follows:

"13-230-25 Particular categories. ***

- (b) Minors.
- (1) Unemancipated minor. The residence of an unemancipated minor is the residence of the minor's father, if living, or the residence of the minor's mother, if the father is deceased.
- (2) Divorced parents. If the parents of an unemancipated minor are divorced, the minor's residence is that of the person to whom the minor's custody has been awarded by the court. If no award of custody has been made, the minor's residence is that of the father. However, if the minor maintains the minor's primary abode with the parent not having legal custody, residence of the minor is determined by that parent with whom the minor's primary abode is maintained.
- (3) Separated parents. If the parents of an unemancipated minor are separated, without a divorce having been granted or custody award having been made, the minor's residence is that of the father if the minor is not living with either parent. If the minor maintains primary abode with a parent, the minor's residence is the residence of that parent.
- (4) Death of a parent who had custody. The residence of an unemancipated minor becomes that of the surviving parent upon the death of the parent who had the minor's custody.
- (5) Both parents deceased. If both parents are deceased, the residence of the unemancipated minor remains that of the last parent to die until changed by court order. Upon court appointment of a guardian for the minor, the residence of the minor becomes that of the guardian.
- (6) A nonresident unemancipated minor attending an institution of higher learning outside of Hawaii or on active duty with the United States Armed Forces, whose parents become residents of Hawaii, and who would reach majority before deriving Hawaiian residence from the minor's parents' new status, may be classified as a resident for fee purposes when the minor's parents have completed twelve consecutive months of residence; provided that such classification will be lost if actions inconsistent with resident status are taken after leaving such institution or discharge from the military (e.g., failure to promptly make a home in Hawaii).
- (7) If an unemancipated minor's parents lose their Hawaii residence, the minor will be classified as a nonresident at the next residence determination date. However, if the parents' change of residence is due to obedience to active-duty military orders, the minor shall continue to pay only resident fees and charges as long as one of the minor's parents remain on active duty and in a Hawaii resident status.

- (8)] (b) Emancipated minors. An emancipated minor shall be considered an adult for purposes of [residence hereunder] <u>determining residency status</u>. The following shall constitute indications of emancipation, no one of which is controlling:
 - [(A)] (1) Financially independent or self-supporting.
 - [(B)] (2) Subsistence not provided by parent or legal guardian.
 - [(C)] (3) Prior military service.
 - [(D)] (4) Other primary and secondary indications of residence [enumerated] as provided under section [13-230-24] 13-230-23.
 - [(E)] (5) Any other conduct inconsistent with parental control and custody.
 - [(9) Hanai. A person may base the person's residency on that of other than the parent or legal guardian, provided that the relationship between the person and the person or persons other than the parent or legal guardian is that of "hanai".]"

[Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

- 5. Section 13-231-3, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-3 <u>Use permits; issuance</u>. (a) "Use permit" as used in these rules means the authorization by the department to utilize state boating facilities[, offshore mooring areas, offshore mooring] and <u>waters of the</u> state [ocean waters], as evidenced by the fully executed "agreement" described in section 13-231-2. The department may issue the following types of use permits:
 - (1) Mooring permit. A use permit which authorizes the docking, mooring, or anchoring of a vessel at a [small boat harbor or offshore mooring area] state boating facility.
 - (A) Regular mooring permit. A use permit which authorizes the permittee to moor a vessel in a state [small boat harbor or at an offshore mooring area] <u>boating facility</u> for a period not to exceed one year from the date of issuance.
 - (B) Temporary mooring permit. A [non-renewable] use permit which authorizes the permittee to moor a vessel in a state [small boat harbor or at an offshore mooring area] boating facility for a period of thirty days or less from the date of issuance.
 - (2) Harbor resident permit. A use permit which authorizes use of a state [small boat harbor] <u>boating facility</u> by the permittee for the purpose of residing on board a vessel authorized by the department to be used as a principal place of habitation while moored in Ala Wai or Ke'ehi [boat harbor or in Ke'ehi Lagoon] <u>state boating facilities</u>.
 - (3) Stay aboard permit. A use permit which authorizes use of a state [small boat harbor or offshore mooring] boating facility by the permittee for the purpose of staying aboard a vessel while moored or anchored in a state [small boat harbor or at an offshore mooring] boating facility [or at

- anchor].
- (4) Vacation permit. A use permit which authorizes use of the [small boat harbor or an offshore mooring area] state boating facility by the permittee for the purpose of using a vessel as a vacation site while moored or anchored in a state [small boat harbor or at an offshore mooring] boating facility [or at anchor].
- (5) Principal habitation permit. A use permit which authorizes use of the [small boat harbor] state boating facility by the permittee for the purpose of using the vessel as a principal place of habitation while moored in Ala Wai or Ke'ehi [boat harbor or in the Ke'ehi Lagoon mooring area] state boat facilities.
- (6) Living aboard permit. A use permit which authorizes use of a [small boat harbor] state boating facility by living aboard a vessel at a [small boat harbor] state boating facility other than Ala Wai or Ke'ehi [boat harbor] state boating facilities.
- (7) Commercial <u>activity</u> permit. A use permit which authorizes the owner of a commercial vessel to use a [small boat harbor and its facilities or an offshore mooring] <u>state boating facility or beaches of the State</u> for commercial activities as specified in the <u>commercial activity</u> permit.
- (8) Storage permit. A use permit which authorizes use of a [small boat harbor] state boating facility storage area for vessels or other items on land [at a small boat harbor].
- (9) Miscellaneous permit. A use permit which authorizes use of a [small boat harbor or an offshore mooring area] state boating facility for other purposes as may be authorized by the department in its use permit and is consistent with these rules and applicable laws.
- (b) Use permits shall be issued only after the department has determined that the applicant has complied with all applicable laws [have been complied with] and that all fees and charges have been paid.
- (c) The issuance of any use permit by the department shall not create a property interest in favor of the permittee to an unrestricted use of [state small boat harbors, facilities] a state boating facility or the waters of the state [ocean waters]." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-6, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-6, 200-10, 200-22, 200-24)
- 6. Section 13-231-6, Hawaii Administrative Rules, is amended to read as follows:

"13-231-6 Revocation of use [permit] permits. (a) Unless otherwise provided by law or rule, [If] if after giving thirty calendar days notice [and lapse of a reasonable period of time] as provided in section 13-230-6, the permittee fails to initiate remedy of any breach of the duties, covenants or conditions of the permit or to desist from violating [or permitting violation of] these rules or conditions of the permit, the department may revoke the permittee's use permit. Revocation of the use permit shall not preclude the

State from pursuing any appropriate criminal action or administrative penalty against the permittee.

- (b) In addition to subsection (a), the department may revoke a use permit for a deliberate misstatement or [wilful] willful failure to disclose any material fact in an application for a vessel number, documentation, registration of a vessel, or any of the use permits specified in section 13-231-3.
- (c) Notwithstanding subsections (a) and (b), any commercial activity, principal habitation or living aboard permittee whose permit is under review for conditions and deficiencies that may lead to the revocation or denial of a renewal of the permit, shall be allowed an informal review procedure, as described in section 13-231-33.
- (d) Notwithstanding section 13-231-33, the department may immediately revoke a commercial activity permit for any activity that endangers the health or safety of passengers or the public, or for submitting fraudulent information on a permit application and the permittee shall have no right to have the commercial activity permit reinstated.
- (e) Notwithstanding section 13-231-33, the department may immediately revoke a commercial activity permit for the delinquency in payment of any fees owed to the department in excess of sixty days after the fees become delinquent and the permittee shall not have the commercial activity permit reinstated unless the deficiency is corrected within thirty days from the date of revocation." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22) (Imp: HRS "200-2, 200-4, 200-10, 200-22)
- 7. Section 13-231-13, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-13 Joint and several liability; non-transferability of use [permit] permits. (a) All persons whose signatures have been affixed to any agreement with respect to a vessel shall be jointly and severally liable for [the full performance of such agreement] complying with all the conditions of a permit. [No use permit shall be transferable, so that whenever] Unless otherwise provided by law, whenever a permittee parts with possession or transfers the [title to] ownership of the vessel or any interest in the vessel identified in the permit to another person by any arrangement, the use permit shall not be transferable and the permit shall automatically expire except as provided [herein] in this section [with respect to the original permittee]. The new [possessor, transferee, or] vessel owner shall have no right to [use the space covered by] the expired use permit or any of the conditions on the expired permit.
- (b) <u>Notwithstanding subsection (a), [Upon written] when an application has been submitted to the department and [approval] the application has been approved by the department:</u>
 - (1) The original permittee may retain the mooring space under the [permittee's] <u>original</u> permit; provided that <u>the permittee moves another vessel into the space that conforms to the dimensions of the berth and that the permittee pays all applicable fees within thirty days [the permittee moves into the space another vessel owned by the permittee of appropriate characteristics for occupancy of the berth and pays the appropriate fees</u>

- therefor];
- (2) The department may extend the deadline for a permittee to move another vessel into the space if conclusive evidence is presented by the permittee that shows that additional time is reasonable and essential to prevent undue hardship, provided that the extended deadline shall not exceed one year from the date of sale or transfer of the previously assigned vessel;
- [(2)] (3) A principal owner may retain a berth if that owner acquires the interest of one or more co-owners because a co-owner has died or moved out of the State:
- [(3)] (4) An owner may retain the berth if an interest in a vessel is transferred to the owner's spouse or other immediate family member; or
- [(4)] <u>Unless otherwise provided by law, [The] the</u> spouse of a permittee may retain all [small boat harbor use] <u>state boating facility</u> permits held by the permittee upon the <u>permittee's</u> death [of the permittee], provided that the permittee's will or a court decree states that the spouse shall be awarded ownership of the vessel identified in the mooring permit[; or].
- [(5) The department may extend the deadline for the permittee to place a new vessel in the assigned berth if conclusive evidence is presented to the department that the granting of additional time for compliance is reasonable and essential to prevent undue hardship, provided that any extension of time necessary to place a new vessel in the berth shall not exceed one hundred twenty days from the date of sale or transfer of the previously assigned vessel.]
- (c) Notwithstanding [the requirements of] subsection (a), <u>unless otherwise</u> <u>provided by law</u>, the department may [permit] <u>allow</u> a one-time change in ownership of the permittee's vessel from personal ownership to corporate or other business ownership, provided that the permittee holds a valid commercial <u>activity</u> permit or is engaged in commercial fishing as a primary means of livelihood and notifies the department in writing of an intended change in ownership. The transfer of all [small boat harbor] <u>state boating facility</u> use permits from the individual to the new corporation or other business entity shall be completed within one year of the date of receipt of the notification of intended change of ownership. The following requirements and conditions shall apply to the [foregoing] change in ownership:
 - (1) The ownership of any corporation or other business entity formed under the provisions of this subsection shall be limited to the permittee, any co-owners of the vessel and the [members of the immediate families] spouse and children of the permittee, a permittee who enters into an employee stock option plan and co-owners;
 - (2) The permittee shall apply for the [reissuance] renewal of the commercial activity permit, mooring permit and any other [small boat harbor] state boating facility use permits in the name of the corporation or other business entity in accordance with the application procedures established by this chapter. Each application shall be accompanied by a copy of the charter of incorporation or other evidence acceptable to the department that the new corporation or other business entity is properly registered with the department of commerce and consumer affairs and is licensed to

- do business in the State; and
- (3) Each application for change of ownership shall be reviewed by the department in accordance with the provisions of section 13-231-82."

 [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-9, 200-10, 200-22, 200-24)

 [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-2, 200-24)
- 8. Section 13-231-19, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-19 <u>Salvage</u>. (a) If a <u>moored</u> vessel is [moored so as to be] in danger of [wreckage] <u>wrecking</u>, <u>or sinking</u>, <u>or</u> damaging other property, or [sinking,] <u>interfering</u> <u>with the free and proper navigation of a waterway</u>, the department shall [upon] <u>provide</u> notice [and after reasonable time has elapsed, not to exceed ten days], <u>as described in section 13-230-6</u>, to [allow] the owner or the owner's [agent] <u>designated representative</u> to inform the owner or owner's <u>designated representative</u> to take appropriate action, <u>not to exceed ten days from the date of notice</u>, [take such action as the circumstances require to save or rescue the vessel, or prevent damage to other property or the obstruction of waterways;] provided that <u>the department may take immediate remedial action</u>, without <u>prior notice in</u> an emergency <u>situation</u>, where life or property is [endangered] <u>in imminent danger</u> or <u>when</u> the vessel [may interfere] <u>is in danger of interfering</u> with other vessels or with free and proper navigation of waterway unless immediate action is taken[, remedial action may be taken by the department without prior notice].
- (b) Appropriate fees and charges shall be assessed [against the owner for such services] in accordance with section 13-234-20." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-10, 200-22, 200-24)
- 9. Section 13-231-31, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-31 <u>Administrative hearing.</u> (a) The procedures under this section shall be used for any administrative hearing conducted by the division of boating and ocean recreation as required by law <u>or rule</u>.
- (b) An administrative hearing officer shall be appointed by the chairperson. Upon setting the time for the hearing, the administrative hearing officer shall [make a reasonable effort to transmit a] provide notice as provided in section 13-230-6 to the owners or their attorneys, [if any, last known address, containing the] at least fifteen working days before the hearing, unless the hearing is required to be held within five working days pursuant to sections 200-16, 200-48, or 200-37, HRS, and convey the following information:
 - (1) The date, time, place and nature of hearing;
 - (2) The legal authority under which the hearing is to be held; and
 - (3) The fact that any party may retain counsel if the party so desires and the

- fact that an individual may appear on the individual's own behalf, or a member of a partnership may represent the partnership, or an authorized officer or authorized employee of a corporation or trust or association may represent the corporation, trust or association.
- (c) For an administrative hearing on the issue of revocation or denial of an existing commercial activity, principal habitation or living aboard permittee, the chairperson, whenever possible, shall appoint a hearing officer from a list of neutral parties affiliated with an independent organization specializing in alternative dispute resolution.
- [(c)] (d) All parties shall be afforded an opportunity to present evidence and [argument] arguments on all relevant issues involved.
- [(d)] (e) Any procedure in the administrative hearing may be modified or waived by stipulation of the parties and informal disposition may be made of any administrative hearing by stipulation, agreed settlement, consent order, or default.
- [(e)] (f) A tape recording may be made of the proceedings. No videotaping or other cameras shall be allowed during the hearing.
- (g) The hearing officer shall submit the final findings and recommendations of the hearing to the chairperson within ten working days of the conclusion of the administrative hearing.
- (h) <u>Unless otherwise provided by law, the chairperson shall have thirty days</u> from receipt of the findings and recommendations to review, accept, reject, or modify the final recommendations made by the administrative hearing officer, and provide notice, as provided in section 13-230-6, to the permittee regarding the final recommendations.
- [(f)] (i) Appeals from the decision may be made in accordance with chapter 91, [Hawaii Revised Statutes] HRS." [Eff 2/24/94 am and comp]
 (Auth: HRS "91-9, 91-9.5, 200-16) (Imp: HRS "91-9, 91-9.5, 200-16)
- 10. Section 13-231-32, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-32 <u>Rules of evidence; official notice.</u> (a) The administrative hearing officer may exercise discretion in the admission or rejection of evidence and the exclusion of immaterial, irrelevant, or unduly repetitious evidence as provided by law with a view of doing substantial justice.
 - (b) In administrative hearings:
 - (1) Any oral or documentary evidence may be received, but the department shall as a matter of policy provide for the exclusion of irrelevant, immaterial, or unduly repetitious evidence and no sanction shall be imposed or rule or order be issued except upon consideration of the whole record or [such] portions [thereof] of the record as may be cited by any party and as supported by and in accordance with the reliable, probative, and substantial evidence. The department shall give effect to the rules of privilege recognized by law.
 - (2) Documentary evidence may be received in the form of copies or excerpts, if the original is not readily available; provided that upon request parties

- shall be given an opportunity to compare the copy with the original.
- (3) Every party shall have the right to conduct cross-examination as may be required for a full and true disclosure of the facts, and shall have the right to submit rebuttal evidence at the time of the hearing.
- (4) The department may take notice of judicially recognizable facts. In addition, it may take notice of generally recognized technical or scientific facts within its specialized knowledge; but parties shall be notified either before or during the hearing, or by reference in preliminary reports or otherwise, of the material so noticed, and it shall be afforded an opportunity to contest the facts so noticed.
- [(4)] <u>(5)</u> Except as otherwise provided by law, the party initiating the proceeding shall have the burden of proof, including the burden of producing evidence as well as the burden of persuasion. The degree of quantum of proof shall be a preponderance of the evidence." [Eff 2/24/94 am and comp] (Auth: HRS "91-9.5, 91-10, 200-16) (Imp: HRS "91-9.5, 91-10, 200-16)
- 11. Chapter 13-231, Hawaii Administrative Rules, is amended by adding a new section 13-231-33 to read as follows:
- "13-231-33 <u>Informal review procedures.</u> (a) <u>The procedures under this section shall be used by the division of boating and ocean recreation for the purpose of reviewing circumstances or deficiencies that may lead to the revocation of a commercial activity, principal habitation or living aboard permit pursuant to section 13-231-6, or denial of a commercial activity, principal habitation or living aboard permit renewal pursuant to section 13-231-61.</u>
- (b) Any information received by the department that may lead to the denial of a renewal of a commercial activity, principal habitation or living aboard permit or the revocation of a commercial activity, principal habitation or living aboard permit, shall be forwarded to the office administering the permit for review and verification. Upon determination that the information is substantive in nature, that office shall provide notice, as described in section 13-230-6 to the commercial activity, principal habitation or living aboard permittee within five working days and provide the following:
 - (1) A description of the alleged deficiency, violation, or activity that may place the commercial activity, principal habitation or living aboard permit at risk;
 - (2) Recommendations for corrective action; and
 - (3) A time period in which to complete the corrective action.
- (c) An informal review of the issues by the administrator of the division of boating and ocean recreation may be requested by the permittee if the permittee believes the reported allegations are false, or if there are extenuating circumstances, or if the recommended correctives actions, or the time allowed for correction, are overly burdensome or unrealistic.
- (d) Upon receipt of the request for an informal review of the issues, the division administrator shall convene an informal review panel composed of the senior

- managers of at least three boating districts, or their designated representatives, to hear arguments and review any evidence for statewide consistency and application.
- (e) The meeting of the informal review panel, as described in subsection (d), shall be scheduled for a date that is mutually convenient for both the division of boating and ocean recreation and the permittee, but shall not be more than forty-five days from the date of receipt of the request for informal review.
- (f) The division administrator shall notify the commercial activity permittee of the final recommendations of the informal review panel within ten working days after the meeting of the informal review panel. The permittee shall have thirty working days after receipt of the final recommendations of the informal review panel to accept, in writing, the recommendations, or request an administrative hearing if the recommendations include either revocation of the permit or denial of renewal of the permit. Failure to inform the department within thirty working days of the permittee's decision shall cause the commercial activity, principal habitation or living aboard permit to automatically expire and the commercial activity, principal habitation or living aboard permit shall be offered to the next applicant.
- 12. Section 13-231-45, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-45 <u>Vessel inspections</u>. (a) "Approved marine surveyor" as used in this section means a person who has been approved by the chairperson to inspect a vessel for an owner seeking a permit to moor a vessel in a [small boat harbor] <u>state boating facility</u> in accordance with subsections (h) and (i). "Approved vessel inspector" as used in this section means an employee of the department who has been designated by the chairperson to inspect a vessel for compliance with criteria necessary to obtain a mooring permit.
- (b) An inspection conducted by an approved vessel inspector <u>or marine</u> <u>surveyor</u> is deemed to meet the requirements of the marine inspection required by section 200-13, [Hawaii Revised Statutes] <u>HRS</u>, and shall be valid for a period of [only one year] <u>not more than two years</u>.
- [(b)] (c) Before a regular mooring permit [is] may be issued [or renewed], the vessel owner shall [complete a satisfactory vessel inspection conducted by an approved vessel inspector, or present a certificate not more than two years old to the department at the owner's own expense] be required to submit, along with the regular mooring permit application, a current vessel inspection certificate signed by an approved marine surveyor

- or approved vessel inspector who [certifying the surveyor has inspected] <u>certifies that</u> the vessel [and considers it to fulfill] <u>fulfills</u> the minimum requirements described in the exhibit at the end of this chapter [entitled] <u>titled</u> "vessel inspection report". The department reserves the right to inspect any vessel to ensure that any deficiencies or omissions noted on a marine survey have been corrected prior to issuing a permit.
- [(c)] (d) Commercial vessels carrying more than six passengers for hire <u>and vessels</u> registered or documented as commercial fishing vessels are [exempted] exempt from the provisions of subsection [(b)] (c) when evidence of a current Coast Guard certificate of inspection or commercial fishing vessel examination is presented.
- [(d)] (e) Owners of vessels failing the vessel inspection shall have thirty days to correct deficiencies and complete the inspection. The current vessel inspection certificate shall be submitted no earlier than one hundred and twenty calendar days and no later than ninety calendar days prior to the expiration of a regular mooring permit, to allow time for the correction of any deficiencies before the expiration of the regular mooring permit. Failure to do so [will] may preclude [re-issuance] the issuance of the [use] regular mooring permit or be cause for rejection of the application for mooring.
- [(e) The department may extend the deadline for correction of deficiencies prescribed in subsection (d) if the vessel owner presents conclusive evidence to the department that the granting of additional time is reasonable and essential due to the necessity of replacing essential parts and gear and that reasonable and diligent efforts by the owner to secure the items necessary to repair the vessel or replacement of parts is demonstrated, and further provided that any extension of time for compliance shall not exceed sixty days.]
- (f) Owners of vessels that fail the vessel inspection may contest the decision at an arbitration board as established in section 200-13, [Hawaii Revised Statutes] HRS, provided that the approved marine surveyor or approved vessel inspector who performed the original inspection shall not be a member of the arbitration board. The costs of the arbitration shall be borne by the vessel owner if it is determined that the vessel does not meet the minimum requirements to moor [in] at a [small boat harbor] state boating facility in accordance with these rules. If the arbitration board agrees with the department, [No] no additional time [allowance] shall be allowed for the correction of deficiencies [will be granted following arbitration] and the vessel shall be removed from the [small boat harbor] state boating facility. The costs of the arbitration shall be borne by the State if it is determined that the vessel does meet minimum requirements.
- (g) The fee for a vessel inspection conducted by the department [, pursuant to this section] shall be as [prescribed] <u>provided</u> in section 13-234-29.
- (h) A person who desires to become an approved marine surveyor shall apply to the department [upon] <u>on</u> a form furnished by the department and pay the application fee [prescribed] <u>provided</u> in section 13-234-30.
- (i) An application to become an approved marine surveyor [shall not be accepted by the department unless] may be accepted if:
 - (1) [the] The applicant [is] has been engaged for two of the last five years wholly or partly in the business of performing marine surveys for gain; [or compensation]
 - (2) <u>Compensation</u> and the person's <u>current</u> surveys are acceptable to at least one insurance company or surety company authorized to do business in

- the State[.]; and
- (3) The applicant is engaged in any other capacity, e.g., marine repair work, marine or related brokerage or sales.
- (j) [An] A permit issued to an approved marine surveyor [permit] shall be valid for a period of three years from date of issuance. The department [reserves the right to] may revoke any approved marine surveyor permit at any time [prior to the expiration of the permit].
- (k) A satisfactory vessel inspection shall consist of the following:
- (1) Presentation of the vessel to be inspected at a place designated by the harbor agent;
- (2) A demonstration that the vessel is capable of being regularly navigated beyond the confines of the [harbor or mooring area] state boating facility and maneuvering into and out of the assigned berth;
- (3) A finding that the vessel and all systems are in good material and operating condition;
- (4) A finding that the requirements described in the exhibit at the end of this chapter entitled "vessel inspection report" are met; and
- (5) Applicable standards published by the U.S. Coast Guard and the American Boat and Yacht Council, Inc. (ABYC) shall be used in conducting the vessel inspection, and are adopted and incorporated herein by reference.
- (l) A marine survey shall be required for any vessel [which] that has undergone any substantial reconstruction, alteration or modification of the original vessel design, certifying that such reconstruction, alteration or modification does not materially [affect] reduce the vessel's stability or maneuverability, and the existing power plant is in good operating condition and meets the minimum power requirement necessary for safe navigation beyond the confines of the [small boat harbor or offshore mooring area] state boating facility in which it is moored. A certificate of protection and indemnity insurance for the vessel, in an amount of not less than \$100,000, naming the State as an additional insured, shall be required in addition to the marine survey.
- (m) No modification or alteration to a houseboat moored in Ke'ehi Lagoon [which] that changes the length, beam or size of silhouette area from that which existed at the time of issuance of the initial mooring permit shall be allowed without prior approval of the department, provided that routine maintenance and repairs for safety, security and structural integrity shall be allowed." [Eff 2/24/94; am and comp] (Auth: HRS "200-1, 200-2, 200-4, 200-13, 200-22, 200-24) (Imp: HRS "200-1, 200-2, 200-24)
- 13. Section 13-231-51, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-51 [Business] Commercial activities. (a) No person, or corporation shall engage in any [business or] commercial activity, including rental, guided tours, bare boat or demise charters, at any [small boat harbor or other small boat] state boating facility, within a designated parasail, thrill craft, high speed boating or watersleding commercial operating area, or Waikiki or Kaanapali beaches without[:

- (1) Prior] <u>prior</u> written approval of the department [;] or <u>an applicable permit</u> issued by the department.
- [(2) The proper execution of an agreement with the department.]
- (b) Vessels owned by the United States are exempt from subsection (a).
- (c) <u>Unless otherwise provided by rule, all commercial operators or corporations shall be required to possess a valid commercial activity permit.</u>
- (d) Persons or corporations issued commercial activity permits under this section shall be subject to fees as provided in these rules.
- (e) Commercial activity permits issued by the department shall be made available upon demand by any enforcement officer, or authorized representative of the department." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-6, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-6, 200-10, 200-22, 200-24)
- 14. Section 13-231-56, Hawaii Administrative Rules, is amended to read as follows:
- 15. Section 13-231-57, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-57 <u>Berthing or using commercial vessels in state [small boat harbors; signs and other structures] boating facilities.</u> (a) This section is applicable [in] <u>at all state [small boat harbors and boat launching] boating facilities, except Ala Wai and Keehi small boat harbors. This section is applicable to all commercial vessels including commercial fishing vessels engaged in charter fishing or any other trade or business; provided that commercial fishing vessels are exempt from this section if the total income derived from the use of the vessel is generated through the sale of fish or permitted coral.</u>
- (b) [No] A commercial vessel owner shall be required to possess a valid commercial activity permit for each vessel that may load or discharge passengers or cargo or engage in any other commercial activity at any [small boat harbor] state boating facility [unless the owner possesses a regular mooring permit and a valid commercial permit issued by the department in accordance with this chapter]. The foregoing restrictions shall not apply to any commercial vessel operated in connection with the lease of premises at a [small boat harbor] state boating facility.
 - (c) Notwithstanding subsection (b), the department may authorize the owner

of a transient or visiting commercial vessel engaged in a trade or business elsewhere to:

- (1) Carry passengers for hire in the above listed [small boat harbors] <u>state</u> <u>boating facilities</u> if the vessel [will be so engaged as] <u>is</u> a registered participant in a bona fide fishing tournament;
- While on cruise, off-load and load passengers in the above listed [small boat harbors] state boating facilities if those passengers are embarked elsewhere or bound for another destination; [provided that a reservation for a berth was made in advance and space is available;] or
- (3) Embark and disembark passengers [occasionally and] infrequently, not exceeding [eight times in a calendar year on a special charter when approved not less than seven days in advance of the voyage] twelve days in a calendar year with prior written approval by the department.

 Violation of this subsection may result in the suspension of the commercial activity permit and preclude use of the state boating facility on the island where the violation occurred for a period not to exceed one year.
- 16. Chapter 13-231, Hawaii Administrative Rules, is amended by adding a new section 13-231-57.1 to read as follows:
- "13-231-57.1 <u>Berthing commercial Waikiki catamarans at the Ala Wai state</u> boating facility. Commercial catamarans authorized by the department to operate to and from Waikiki beach for hire may be allowed to moor in Ala Wai state boating facility at locations leased for commercial purposes." [Eff] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 17. Section 13-231-60, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-60 <u>Allocation of commercial activity permits</u>. (a) Commercial <u>activity</u> permits shall be issued to qualified applicants in the order in which applications are received by the department. Seniority begins on the date an application is received and accepted by the department <u>as evidenced by the department date stamp on the application</u>. The allocation procedures specified in subchapter 5, Allocation of berths,

shall also govern the allocation of commercial <u>activity</u> permits under this section; provided that waiting lists for commercial <u>activity</u> permits shall be established and maintained separately from waiting lists for berth assignment.

- (b) The sale or transfer of any corporation or other business entity while on the waiting list [which] that results in a change of the majority stockholder or person holding the majority interest in the business shall result in loss of seniority, and the applicant shall be placed at the bottom of the waiting list.
- (c) The department may reject an application for a commercial <u>activity</u> permit if the type of commercial activity is determined by the department to be inappropriate for the facility or area for which the permit is being requested, in addition to the grounds for rejection of an application for a permit listed in section 13-231-82.
- 18. Section 13-231-63, Hawaii Administrative Rules, is amended to read as follows:
- 19. Section 13-231-64, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-64 <u>Fees and charges</u>. Fees and charges for commercial [vessels] <u>activity permits</u> shall be as [prescribed] <u>provided</u> in chapter 13-234." (Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 20. Section 13-231-65, Hawaii Administrative Rules, is amended to read as follows:
 - "13-231-65 Insurance requirements. [A permittee issued a commercial permit

shall, concurrently with the execution of the permit, tender to the department a copy of either a comprehensive general liability insurance policy or policies or a protection and indemnity insurance policy, or a certificate of insurance in lieu thereof, evidencing that such policy has been and is in force, with a combined single limit of not less than \$300,000 for commercial vessels not authorized to carry passengers and for those authorized to carry not more than six passengers; not less than \$500,000 for vessels authorized to carry more than six passengers, but less than twenty-six passengers; and not less than \$750,000 for vessels authorized to carry more than twenty-five passengers for bodily injury and damage to property per occurrence. The specification of limits contained herein shall not be construed in any way to be a limitation on the liability of the permittee for any injury or damage proximately caused by it. This] (a) In addition to the coverage requirements provided in this section, all insurance shall:

- (1) Be issued by an insurance company or surety company authorized to do business in the State and approved in writing by the department;
- (2) Name the State as an additional insured;
- (3) Provide that the department shall be notified at least thirty days prior to any termination, cancellation, or material change in its insurance coverage;
- (4) Cover all injuries, losses, or damages arising <u>or resulting</u> from, [growing out of,] or caused by any acts or omissions of the permittee, its officers, agents, employees, [invitees] <u>guests</u>, or licensees, in connection with the permittee's use or occupancy of the premises; and
- (5) Be maintained and kept in effect at the permittee's own expense throughout the life of the permit. [The permittee shall submit evidence to the department of renewals or other actions to indicate that the insurance policy remains in effect as prescribed herein.]
- (b) Any commercial activity permit issued by the department requires the holder to provide proof of a minimum of \$1,000,000 protection and indemnity liability insurance.
- (c) <u>Commercial activity permittees utilizing shuttles for ground transportation</u> for passengers must show proof of the following insurance coverage:

| | Vehicle capacity | Minimum property damage liability coverage per occurrence | Minimum bodily injury liability coverage per occurrence |
|------------|--|---|---|
| <u>(1)</u> | Vehicles capable of carrying one to seven passengers | \$ 50,000 | \$100,000 |
| (2) | Vehicles capable of carrying eight to seventeen passengers | <u>\$ 50,000</u> | \$ 100,000 |
| (3) | Vehicles capable of carrying a maximum of | \$300,000 | <u>\$ 750,000</u> |

| twenty-five passengers | | |
|--|------------------|-------------|
| (4) Vehicles capable of carrying twenty-six or more passengers | <u>\$500,000</u> | \$1,000,000 |

- (d) Piers, dock structures or moorings, constructed in accordance with section 13-232-43, shall require liability insurance with minimum limits of \$300,000 for bodily injury to one person and \$500,000 for bodily injury to more than one person per occurrence and \$100,000 for damage to the property per occurrence or the equivalent of a \$500,000 combined single limit liability policy.
- (e) Prior to issuance of any permit for vessel repair on state property, the applicant shall provide to the department a refundable security deposit of \$300 and a certificate of insurance for a comprehensive protection and indemnity liability insurance policy with a combined single limit coverage of not less than \$300,000, naming the State as an additional insured.
- (f) A comprehensive protection and indemnity liability insurance policy, with a combined single limit coverage of not less than \$300,000, shall be required for dry storage.
- (g) Insurance requirements for film permits shall be in accordance with the State film office requirements.
- (h) The applicant of a business or non-business sponsored amateur or professional event shall possess insurance coverage for personal injury and property liability of not less than \$500,000 per person, with an aggregate of not less than \$1,000,000.
- (i) The specification of limits contained in this section shall not be construed in any way to limit the liability of the permittee for any injury or damage directly caused by the permittee, its officers, agents or employees.
- (j) The permittee shall submit evidence to the department of renewals or other actions, at the time of the action or renewal, to show that the insurance policy remains in effect." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)
- 21. Section 13-231-66, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-66 Limitation on number of berths held by a commercial activity permittee. No person holding a valid commercial [vessel] activity permit for a commercial vessel moored in any of the [small boat harbors] state boating facilities listed in section 13-231-57 shall be issued a [use] mooring permit authorizing the person to moor more than two commercial vessels in one of these [small boat harbors] state boating facilities except temporarily pursuant to section 13-231-57(c) or as provided by section 13-231-69; provided further, that any person holding valid [use] mooring permits on the effective date of these rules authorizing the mooring of more than two commercial vessels in any of these [small boat harbors] state boating facilities may continue to moor

the person's vessels in the [small boat harbors] state boating facilities subject to

compliance with the conditions of the [use] <u>mooring</u> permit and this chapter." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

- 22. Chapter 13-231, Hawaii Administrative Rules, is amended by adding a new section 13-231-78 to read as follows:
- "13-231-78 <u>Kailua-Kona state boating facility.</u> The Kailua-Kona pier and Kailua Bay offshore mooring area were designated state boating facilities effective July 1, 1993. All commercial and recreational vessels and other commercial and recreational activity utilizing these boating facilities are subject to these rules."

 [Eff] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)
- 23. Section 13-231-82, Hawaii Administrative Rules, is amended to read as follows:
- "13-231-82 Review, acceptance, or rejection of applications. (a) The department shall examine and determine the genuineness and regularity of each application for a mooring or other [small boat harbor use] state boating facility permit and may conduct any investigation as may be deemed necessary for its examination and determination; and it may require additional information from the applicant as may be necessary to determine the genuineness and regularity of the application.
- (b) The department shall reject any application that contains a material misstatement or if the applicant has failed to disclose any material fact in the application.
- (c) An application shall not be accepted for consideration and shall be rejected if:
 - (1) The application fee is not paid at the time the application is made;
 - (2) The applicant is delinquent in payment of any [moneys] <u>fees</u> due and payable to the department;
 - The applicant has pending a citation for violation of any of the department's rules except as provided for in sections 13-231-6 or 13-231-61; or
 - (4) The category or type of mooring requested is inappropriate for the vessel to be moored by the applicant and will not, therefore, afford maximum, safe, convenient, and efficient utilization of small boat harbor facilities as determined by the department pursuant to section 13-231-80.
- (d) Upon rejection of an application, the department shall inform the applicant, in writing within [a reasonable time] thirty days, that the person's application has not been accepted for consideration and has been rejected and the reasons [therefor] for the rejection. The applicant shall be afforded the opportunity to submit a new application upon the correction of deficiencies cited in the notification of rejection of the original application." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-9, 200-10, 200-22, 200-24)

24. Section 13-232-43, Hawaii Administrative Rules, is amended by amending subsection (a) to read as follows:

"13-232-43 Construction or improvements of structures. (a) No building structure, object, site improvement, landscape treatment, or other facility of any nature whatsoever shall be erected, constructed, reconstructed, altered, moved, installed, or demolished at a [small boat harbor] state boating facility or other property under the jurisdiction of the division of boating and ocean recreation except in accordance with a department permit[.] or as provided by a lease or right of entry issued by the department. All improvements made pursuant to this section, including those improvements made prior to the effective date of these rules, shall be constructed, maintain, operated, or modified to comply with the Environmental Protection Agency's final approved guidelines for best management practices for marinas and recreational boating. The department may require plans, specifications, and other pertinent data to accompany or supplement any application." ***

[Eff 2/24/94 am] (Auth: HRS "200-2, 200-3, 200-12, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-12, 200-22, 200-24)

25. Section 13-232-43, Hawaii Administrative Rules, is amended by amending subsection (c) to read as follows:

"13-232-43 Construction or improvements of structures. ***

- (c) The permittee shall[, concurrently with the execution of the permit, deliver to the State a comprehensive general liability insurance policy or policies, or a certificate of insurance in lieu thereof, evidencing that such a policy has been issued and is in force, with minimum limits of not less than \$300,000 for bodily injury to one person and \$500,000 for bodily injury to more than one person per occurrence and \$100,000 for damage to property per occurrence. The specification of limits contained herein shall not be construed in any way to be a limitation of the liability of the permittee for any injury or damage. Such insurance shall:
 - (1) Be issued by an insurance company or surety company authorized to do business in the State of Hawaii or approved in writing by the department;
 - (2) Name the State of Hawaii as an additional insured;
 - (3) Provide that the department of land and natural resources shall be notified at least thirty days prior to any termination, cancellation, or material change in its insurance coverage;
 - (4) Cover all injuries, losses, or damages arising from, growing out of, or caused by any acts or omissions of the permittee, its officers, agents, employees, invitees, or licensees in connection with the permittee's use or occupancy of the premises; and
 - (5) Be maintained and kept in effect at the permittee's own expense throughout the life of the permit.] obtain insurance coverage as provided in section 13-231-65."

[Eff 2/24/94 am] (Auth: HRS "200-2, 200-3, 200-12, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-12, 200-22, 200-24)

- 26. Section 13-232-41, Hawaii Administrative Rules, is amended to read as follows:
- "13-232-41 <u>Storage</u>. (a) No person shall store, place, leave, deposit, or abandon any vessel, structure, supplies, material, equipment, gear, object, or substance [on catwalks, piers, sidewalks, roads, parking areas, or any other public area at a small boat harbor] <u>anywhere in any state boating facility</u>, except [vessels or objects may be stored]:
 - (1) In areas set aside by the department for storage purposes; or
 - (2) Upon prior written consent by the department.
- (b) The permittee shall be responsible for removing, in accordance with all state and federal statutes, regulations, and rules, all materials stored at a state boating facility at the termination or expiration of a permit or upon vacating the state boating facility.
- (c) The permittee shall be responsible for any costs associated with the removal, disposal or final settlement at the termination or expiration of a permit, or upon vacating the state boating facility. The permittee shall forfeit the permit deposit, and pay any fees assessed by the department for the removal of any objects belonging to the permittee that remain at the state boating facility after the termination or expiration of a permit or upon vacating the state boating facility.
- (d) <u>Violators of these rules shall be subject to penalties as provided by law."</u> [Eff 2/24/94; am] (Auth: HRS "200-2, 200-3, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-22, 200-24)
- 27. Section 13-233-6, Hawaii Administrative Rules, is amended to read as follows:
- "13-233-6 <u>Parking and parking fees.</u> [Except as otherwise authorized by the department, no person shall stop, park, or permit to remain halted, a motor vehicle in a small boat harbor:
 - (1) In front of a driveway or land side of a launching ramp;
 - (2) For the purposes of washing, polishing, greasing, or repairing of a vehicle except for those minor repairs necessary to remove the vehicle to an authorized area or

from a small boat harbor;

- (3) Other than in accordance with officially posted signs; or
- (4) For more than seventy-two hours.] (a) Unless otherwise posted:
- (1) Motor vehicle parking at a state boating facility is allowed; and
- (2) Parking in excess of seventy-two hours requires a quarterly parking permit issued by the department, as provided in section 13-233-29.
- (b) Except as provided by section 13-233-27, motor vehicles are prohibited

from:

- (1) Blocking driveways or designated parking stalls; or
- (2) Parking in boat ramps, except for the time it takes to launch or recover a vessel.
- (c) Motor vehicle parking areas shall not be used for automobile servicing or maintenance, except for those instances where a minor repair is necessary for removing the vehicle to an authorized area.
- (d) Parking fees, if any, shall be as posted and shall not exceed rates in adjacent areas as may be established in adjacent areas.
- (e) Parking concessions operating under a lease issued by the department shall be exempt from the requirements of this section.
- (f) The department may detain or remove any vehicle that violates the designated parking rules or any vehicle that poses an obstruction or hazard, at the owner's risk and expense. The department is not liable for any resulting damage.
- (g) The owner assumes no risk or expense if a vehicle is legally parked and is moved for safety reasons.
 - (h) During special events, parking may be restricted.
- (i) Shuttling of commercial passengers to and from a state boating facility may be required to maximize efficient public utilization of the state boating facility. The details shall be established in the commercial activity permit.
- (j) It shall be a violation of this section for any person to disregard an official parking direction given by an enforcement officer or a representative of the department." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 28. Section 13-233-7, Hawaii Administrative Rules, is repealed.
- - 29. Section 13-233-8, Hawaii Administrative Rules, is repealed.
- ['13-233-8 <u>Removal of vehicles</u>. The department shall have the authority to detain, tow, move, or cause to be moved to an impounding area, at the owner's risk and expense and without liability for any damage which may result, any motor vehicle:
 - (1) For nonpayment of parking charges when the vehicle is parked in parking areas operated by the department in a small boat harbor;
 - (2) Which has been parked continuously in a vehicular parking area operated by the department in a small boat harbor for a period of more than seventy-two hours, except when prior arrangements have been made

- therefor:
- (3) When the position or location of the vehicle in a small boat harbor creates a nuisance or a hazard; provided, that any detention, towing, or moving, done or caused to be done by the department, of any vehicle legally parked at a small boat harbor, shall not be at the owner's risk and expense; and
- (4) When parked in violation of section 13-233-6.] [Eff 2/24/94 R (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 30. Section 13-233-10, Hawaii Administrative Rules, is repealed.
- 31. Section 13-233-14, Hawaii Administrative Rules, is amended to read as follows:
- "13-233-14 Parking permits; Lahaina [small boat harbor] state boating facility.

 (a) [This] In addition to the requirements provided in sections 13-233-6 and 13-233-29, the following shall apply [section is applicable at all times] within the Lahaina state [boat harbor] boating facility. [Parking, stopping, or standing within the Lahaina boat harbor is restricted to stalls established, marked, and designated by the Maui district manager, division of boating and ocean recreation.
- (b) Parking, stopping, or standing in the stalls is limited to vehicles displaying a valid regular or temporary parking permit issued by the department; provided that a person may stop or stand any vehicle in a parking stall or elsewhere in the harbor for a period not to exceed ten minutes for the purpose of and while actually engaged in loading or unloading the vehicle.
- (c)] (b) [Regular] Quarterly parking permits[,] for Lahaina state boating facility shall not [to] exceed one hundred eighty days at any time [, shall be allocated as follows:
 - (1) First priority. The owner, co-owner, or master of a registered or documented vessel moored in Lahaina boat harbor in accordance with a valid regular mooring permit who applies for a parking permit shall have

- priority for one parking permit over other applicants for a parking permit on a one-to-a-boat basis. Fee per vehicle shall be \$12 per calendar quarter except the fee shall be \$30 per calendar quarter if the permittee also has a commercial mooring permit.
- (2) Second priority. If all of the applicants with a priority for a parking permit pursuant to paragraph (1) have been issued permits, the owner, co-owner, or master of a registered or documented vessel not moored in Lahaina boat harbor but principally used in the waters surrounding the Island of Maui, who applies for a parking permit, shall have priority for one parking permit over other applicants enumerated in paragraph (3). The eligible individual shall personally apply, presenting proof of vessel ownership or designation as master of the vessel at the time. Fee per vehicle shall be \$15 per calendar quarter except the fee shall be \$30 per calendar quarter if the permittee also has a commercial mooring permit.
- (3) Third priority. If all of the applicants for parking permit enumerated in paragraphs (1) and (2) have been issued permits and the number of permits issued does not exceed one hundred eighty, the owner or employee of a person, firm, business, or organization:
- (A) Operating a vessel, moored in the small boat harbor or adjacent waters, engaged in any trade or business; or
- (B) Operating an activity under the provisions of a lease or other agreement authorizing a business or commercial activity at the small boat harbor who applies for a parking permit shall have priority for one parking permit over other applicants enumerated in paragraph (4). Fee per vehicle shall be \$30 per calendar quarter.
- (4) Fourth priority. If all of the applicants for a parking permit enumerated in paragraphs (1), (2), and (3) have been issued permits and the number of permits issued does not exceed one hundred eighty, one parking permit in addition to the permit issued to the owner, co-owner, or master pursuant to paragraph (1) may be offered to the spouse or legal dependent of an owner, co-owner, or master of a registered or documented vessel moored in Lahaina boat harbor in accordance with a valid regular mooring permit, who applies for a parking permit. Fee per vehicle shall be \$12 per calendar quarter except the fee shall be \$30 per calendar quarter if the permittee also has a commercial mooring permit.
- (5) Permits shall be issued on a first-come, first-served basis to applicants on a chronological waiting list established for each priority category] and shall be issued in accordance with section 13-233-29(f).
- [(d)] (c) A temporary parking permit[, valid] shall be required for parking for up to seventy-two hours[, may be secured by the owner of a vessel, other than a vessel engaged in a trade or business, who holds a valid use permit authorizing the owner to moor the vessel in the small boat harbor, for use by bona fide guests. The temporary parking permit card or device issued by the department shall be displayed in or on the vehicle so as to be clearly visible from the outside during the period that the vehicle is parked at the small boat harbor. Fee per vehicle shall be \$2 per twenty-four hour period or fraction thereof] and the permittee shall pay a temporary parking permit fee as

provided in section 13-233-29.

- [(e)] (d) Fees for [a regular] <u>quarterly</u> parking [permit] <u>permits shall be in accordance with section 13-233-29</u> [issued after the first month of a calendar quarter shall be prorated on a monthly basis, a fraction of a month being considered a full month. No permit shall be issued until the prescribed fee is paid.
- (f) Each person holding a regular parking permit shall be issued not more than one parking permit card or device for each parking permit held. The parking permit card or device issued by the department shall be displayed in or on the vehicle so as to be clearly visible from the outside when the vehicle is parked in the small boat harbor during the period that the parking restrictions are in effect as prescribed in subsection (j)(1).
- (g) If a valid parking permit card or device becomes lost, destroyed, stolen, mutilated, or illegible, the permittee shall immediately:
 - (1) Notify the department in writing describing the circumstances of the loss or destruction and certifying to its loss; or
 - (2) Deliver to the department any mutilated or illegible permit card or device. If this is done, a replacement permit card or device may be issued to the permittee upon application and payment of a fee of \$1.
- (h) A parking permit may be canceled by a permittee upon thirty days written notice to the department. The parking permit card or device issued by the department is the property of the State. Upon cancellation by a permittee, no credit or refund for any unexpired month or months shall be given unless the permit card or device is returned to the department. No credit or refund shall be given for portions of a month upon cancellation or revocation of a permit.
- (i) The department reserves the right to further restrict the issuance of parking permits to those who observe the small boat harbors rules and make full and timely payments of fees and charges. A parking permit may be revoked as provided in section 13-233-6. Upon revocation, the permittee shall surrender the parking permit card or device issued by the department.
 - (j) It shall be a violation of this section for any person:
 - (1) To cause, allow, or permit any vehicle within the person's control to be parked, stopped or standing within the small boat harbor except as provided in subsection (b).
 - (2) To park, stop, or stand any vehicle across any line or marking of a parking stall or in such a manner that the vehicle shall not be entirely within the stall designated by such lines or markings.
 - (3) To permit another person not entitled thereto, to use or have possession of a parking permit card or device issued by the department.
 - (4) To alter, forge, counterfeit, or imitate a parking permit card or device issued by the department.
 - (5) To possess or use a parking permit card or device, knowing it to have been altered, forged, counterfeited, or imitated.
 - (6) To avoid or attempt to avoid compliance with this section by displaying in or on a vehicle, a parking permit card or device not authorized or issued by the department for the vehicle.
 - (7) To enclose, obstruct, or cause to be enclosed or obstructed any parking stall or portion thereof unless a permit has been obtained from the department.

- (8) To disregard any official direction, instruction or restriction indicated by or on an official sign posted in a parking zone.
- (k) A person who has violated this section may be fined as provided in section 13-230-4. In addition, violations of this section may result in revocation of a parking permit pursuant to section 13-231-6]." [Eff 2/24/94 am and comp](Auth: HRS "200-2, 200-4, 200-22, 200-24)
- 32. Chapter 13-233, Hawaii Administrative Rules, is amended by adding a new section 13-233-15 to read as follows:
- "13-233-15 Ground transportation. (a) No person shall operate a bus, van or other vehicle possessing a certificate of public convenience and necessity at a state boating facility for the purpose of standing, parking or waiting to pick up passengers, except within an area operated under a lease or permit issued by the department, without first obtaining a permit issued by the department.
- (b) The annual permit fees and insurance requirements are described in section 13-234-38.
- (c) Buses, vans or other vehicles owned, leased, or operated by a commercial activity permittee to transport passengers to or from the vessel shall be exempt from the provisions of this section.
- (d) Notwithstanding the provisions of this section, taxi cab companies or taxi cab drivers shall not be required to obtain a permit to transport people to and from a state boating facility." [Eff] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 33. Chapter 13-233, Hawaii Administrative Rules, is amended by adding a new section 13-233-16 to read as follows:
- "13-233-16 Parking permits; Maalaea state boating facility. (a) In addition to the requirements as provided in sections 13-233-6 and 13-233-29, the following shall apply within the Maalaea state boating facility:
 - (1) Quarterly parking permits for Maalaea state boating facility shall not exceed the total number of mooring permits for slips in the state boating facility.
- (2) Fees for parking permits shall be in accordance with section 13-233-29." [Eff] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 34. Section 13-233-20, Hawaii Administrative Rules, is amended to read as follows:
- "13-233-20 <u>Establishment and designation of parking meter zones</u>. [Parking meter zones are hereby established at the small boat harbors in the areas more particularly

described in Exhibit 1 and shown on Exhibit 2, January 26, 1985, located at the end of this chapter]

- (a) The department shall have the authority to establish parking meter zones within a state boating facility.
- (b) The department may establish metered parking stalls for parking motor vehicles at state boating facilities." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 35. Section 13-233-24, Hawaii Administrative Rules, is repealed.

['13-233-24 Parking time limits and meter operating hours. Time limitations and meter operating hours for legal parking in the following listed zones are as follows:

| Parking <u>meter zone</u> | Parking <u>time limit</u> | Meter operating <u>hour</u> |
|---------------------------------|---------------------------|-------------------------------------|
| A | 4 hours | 24 hrs. per day 7 days per week |
| В | 8 hours | 24 hrs. per day 7 days per week |
| С | 4 hours | 24 hrs. per day 7 days per week |
| D | 8 hours | 24 hrs. per day 7 days per week |
| E | 8 hours | 24 hrs. per day 7 days per week] |
| [Eff 2/24/94 R |] (Auth: HRS "20 | 00-2, 200-4, 200-22, 200-24) |
| (Imm. IIDC !!200 2 200 4 200 22 | 200 24) | |

(Imp: HRS "200-2, 200-4, 200-22, 200-24)

36. Section 13-233-26, Hawaii Administrative Rules, is repealed.

['13-233-26 <u>Charges for parking</u>. Charges will be made and collected for parking, stopping, or standing a vehicle in parking meter zones at the rate of forty cents per hour during meter operating hours.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)

37. Section 13-233-27, Hawaii Administrative Rules, is amended to read as follows:

"13-233-27 <u>Charges for [enclosure] use or obstruction of a parking [meter] stall[, incidental to construction, etc].</u> (a) [Before any person, other than any governmental

agency, shall enclose, obstruct, or cause to be enclosed or obstructed any parking stall or portion thereof, incidental to erecting, constructing, enlarging, altering, repairing, moving, improving, removing, converting, or demolishing any building or structure, or for other reasons, that person shall obtain a permit from the department and pay to the department a sum calculated at the rate of \$2 for each such parking meter stall for each day or fraction thereof, during which the stall shall be so enclosed or obstructed.] A permit and payment of \$24 per stall per twenty-four hour period or any fraction of that time shall be required to obstruct, enclose or otherwise remove the parking stall from public use.

- [(b) No permit to enclose or obstruct a parking stall shall be issued to any person to whom the foregoing provision is applicable until the person shall have made a deposit of the calculated sum, based on the estimated number of days during which the parking stall shall be so enclosed or obstructed. The person shall notify the department immediately upon termination of the enclosure of obstruction.]
- (b) Government vehicles or personal vehicles of state employees, used in their official duties, shall be exempt from the provisions of subsection (a)." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-22, 200-24)
 - 38. Section 13-233-28, Hawaii Administrative Rules, is repealed:

- 39. Section 13-233-29, Hawaii Administrative Rules, is amended to read as follows:
 - "13-233-29 [Eligibility for parking] Parking permits[; fee per vehicle] and fees.
- (a) Individuals required to have a parking permit, as provided in section 13-233-6, shall complete a parking permit application provided by the department.
- (b) The department shall issue one parking pass or decal per valid mooring permit or commercial activity permit at the time a parking permit is issued. The parking pass or decal shall be displayed in one of the following manners:
 - (1) Bumper sticker parking passes or decals shall be located on the left side of the rear bumper; and
 - (2) Temporary and miscellaneous parking passes or decals shall be displayed

- on the driver's side of the dashboard where it is clearly visible.
- (c) Stolen, lost or mutilated parking passes or decals may be replaced for a fee of \$5 if the detailed reasons for replacement are provided to the department in writing or if the mutilated decal is presented at the time of replacement.
- (d) Parking passes or decals shall only be used by the person to whom the pass or decal is issued.
- (e) It shall be a violation of this section to possess or display a parking pass or decal that has been altered, forged or counterfeited.
- (f) Where the number of quarterly parking permits is restricted, they shall be issued, on a one-to-a-vessel basis, in the following order, as permits become available:
 - (1) To the owner, co-owner, or master of a registered or documented vessel possessing a valid mooring permit or commercial activity permit for the state boating facility where the applicant is requesting a parking permit;
 - (2) To the owner, co-owner, or master of a registered or documented vessel used principally in the waters surrounding the state boating facility. The applicant shall be required to present proof of vessel ownership or designation as the master of the vessel at the time the application is submitted;
 - (3) To, and including employees of, any person, business, or corporation authorized by the department to engage in a business or commercial activity at the state boating facility; and
 - (4) On a one-to-a-vessel basis, to the spouse or legal dependent of an owner, co-owner, or master of a registered or documented vessel who possesses a valid mooring permit for the state boating facility where the applicant is requesting a parking permit.
- (g) Where the number of quarterly permits is not restricted, they shall be issued on a first-come, first-served basis, with no more than one quarterly permit for the owner and one for a spouse or legal dependent.
- (h) A quarterly parking permit may be canceled by the permittee upon thirty days written notice to the department along with the return of the parking pass or decal. No credit or refund shall be given.
- (i) A person who has been issued a quarterly parking sticker or decal may turn in the sticker or decal and receive a sticker or decal for another automobile owned by the person for a fee of \$5.
- (j) A temporary parking permit may be required by the department for periods of less than seventy-two hours in areas where parking congestion becomes a problem, e.g., Ala Wai state boating facility. Temporary parking permits may be issued to:
 - (1) A bona fide guest of an owner or co-owner of a recreational vessel possessing a valid mooring permit for the state boating facility in which the vessel is moored or waters surrounding the state boating facility; or
 - (2) A participant, contestant, organizer, sponsor, staff, volunteer, etc., associated with a film permit, marine event permit, or special use permit.
- (k) A miscellaneous permit, as provided in section 13-231-3, may be issued for special cases, e.g., a boating trip that extends over seventy-two hours, but does not exceed thirty days.

[(a)] (1) [Persons eligible for the parking permits described in section 13-233-28 and the fees] Fees for [the] parking permits are as follows:

| | Eligible persons | Fees Per Vehicle |
|--|---|---|
| (1) | [An] <u>A vessel</u> owner <u>or co-owner</u> holding a valid use permit [(permittee)] authorizing the mooring of the owner's vessel at the [small boat harbor] <u>state</u> <u>boating facility</u> , and any co-owner of the vessel. | [\$5] <u>\$15</u> per quarter |
| (2) | The <u>vessel</u> master, spouse of each owner, and their legal dependents [18] <u>eighteen</u> [year] <u>years</u> of age or older. | [\$15] <u>\$45</u> per quarter |
| (3) | [An] A vessel owner or co-owner holding a valid use permit authorizing the mooring of the owner's vessel at the [small boat harbor] state boating facility may secure a temporary parking permit [which in no event] that shall not exceed [72] seventy-two hours, for use by bona fide guests accompanying the owner on board the vessel on a voyage outside the confines of the [small boat harbor] state boating facility. | [\$2] \$10 for each [24] twenty-four[-] hour period or fraction [at thereof] of that time |
| (4) | Individuals issued a miscellaneous permit. | \$10 per twenty-four hour period or fraction of that time |
| [(4)] (5) [An owner or employee of a firm,] To, and including employees of any person, business, or corporation authorized by the department to [organization operating under a lease or other agreement authorizing the owner, employee, firm, business, or organization to] engage in a [business or] commercial activity at the [small boat harbor] state boating facility. | | \$30 per [quarter] month |
| <u>(6)</u> | Anyone associated with a film, marine event, or special use permit. Participants in a not-for profit event shall be exempt from paying a fee. | \$24 for each twenty-four hour period or any fraction of that time |
| <u>(7)</u> | Principal habitation permittee. No more than two parking permits per permittee. | Free of charge. |

(m) Failure to pay parking fees, submitting fraudulent information on permit applications, misusing parking passes or failing to abide by the provisions of this section shall be cause for the revocation of the parking permit by the department after reasons for the revocation have been mailed or delivered to the last address on record. A fine may be

levied as provided in section 13-230-4.

- [(b)] (n) Fees for permits issued after the first month of a calendar quarter shall be prorated on a monthly basis.
- [(c) Except as provided in subsection (a)(2), not more than one parking permit shall be issued to a person eligible for a parking permit.]" [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 40. Section 13-233-30, Hawaii Administrative Rules, is repealed:
- ['13-233-30 Replacement of mutilated stickers. The eligible holder of a parking sticker that becomes mutilated or illegible shall apply for and be issued a replacement sticker if the mutilated or illegible sticker is surrendered to the department. A fee of \$1 shall be paid prior to the issuance of a replacement sticker.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 41. Section 13-233-31, Hawaii Administrative Rules, is repealed:
- ["'13-233-31 <u>Transfer of permits</u>. The holder of a parking sticker may upon surrender of a parking sticker apply for and be issued another parking sticker to be applied to another vehicle owned by the holder. A fee of \$1 payable in advance shall be paid prior to the issuance of a new sticker.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24)
 - 42. Section 13-233-32, Hawaii Administrative rules, is repealed:
- ['13-233-32 <u>Cancellation of permits</u>. The holder of a valid parking permit who disposes of the vehicle for which the permit was issued or who otherwise desires to cancel a parking permit may obtain a credit or refund as appropriate for any remaining unexpired month or months, upon surrender of the parking sticker to the department. No credit or refund shall be given for portions of a month.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
 - 43. Section 13-233-34, Hawaii Administrative rules, is repealed:
- ['13-233-34 <u>Violations and penalties</u>. (a) It shall be a violation of this part for any person:
 - (1) To cause, allow, permit, or suffer any vehicle within that person's control to be parked, stopped, or standing in any parking stall for a consecutive period of time in excess of the parking time limit specified in section 13-233-24 for the parking meter zone in which the meter is located,

- irrespective of the number or amounts of the coins deposited in the meter, unless the vehicle occupying the parking stall displays a valid parking sticker or temporary parking permit issued by the department.
- (2) To permit a vehicle within the person's control to be parked, stopped, or standing in any parking stall during meter operating hours in the parking meter zone in which the meter is located while the parking meter for the stall indicates by signal that the lawful parking time in the stall has expired, unless the vehicle occupying the parking stall displays a valid parking sticker or temporary parking permit issued by the department. This provision shall also not apply during the act of parking or during the necessary time which is required to deposit immediately thereafter a coin or coins in the meter.
- (3) To fail to deposit the proper coins and to set the timing mechanism in operation as required under sections 13-233-25 and 13-233-26, unless the vehicle occupying the parking stall displays a valid parking sticker or temporary parking permit issued by the department.
- (4) To park, stop, or stand any vehicle across any line or marking of a parking meter stall or in such position that the vehicle shall not be entirely within the stall designated by the lines or markings, except that a vehicle which is of a size too large to be parked within a single designated parking meter stall shall be permitted to occupy two adjoining parking meter stalls when coins shall have been deposited in the parking meter stalls so occupied as is required in this subchapter for the parking of other vehicles in the stall.
- (5) To park, stop, or stand a towing vehicle with a boat trailer attached in any parking meter stall.
- (6) To permit another person not entitled thereto, to use or have possession of a parking sticker.
- (7) To alter, forge, counterfeit, or imitate a parking sticker.
- (8) To possess or use a parking sticker, knowing it to have been altered, forged, counterfeited, or imitated.
- (9) To avoid or attempt to avoid compliance with this section by affixing to a vehicle, a parking sticker not authorized by the department.
- (10) To enclose, obstruct, or cause to be enclosed or obstructed any parking meter stall or portion thereof unless a permit has been obtained from the department as required in section 13-233-27.
- (11) To deface, injure, tamper with, open or willfully break, destroy, or impair the usefulness of any parking meter installed under the provisions of this part.
- (12) To deposit or cause to be deposited in any parking meter any slugs, device or metal substance, or other substitute for lawful United States coins.
- (13) To disregard any official direction, instruction, or restriction indicated by or on official signs posted in a parking meter zone.
- (b) A person who has violated this section may be fined as provided in section 13-230-4.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)

44. Section 13-233-40, Hawaii Administrative Rules, is repealed:

["'13-233-40 <u>Establishment of vessel owner parking zone</u>. Vessel owner parking zone 1 is established at the Ala Wai boat harbor in the area described in Exhibit 3 and shown on Exhibit 2, dated January 26, 1985, located at the end of this chapter."] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4) (Imp: HRS "200-2, 200-4)

45. Section 13-233-42, Hawaii Administrative Rules, is repealed:

["'13-233-42 <u>Vessel owner parking permits</u>. The vessel owner parking zone 1 is designated for vehicles displaying a valid parking sticker (decal), issued by the department, on the left-hand side of the rear bumper or as near thereto as the configuration of the motor vehicle permits or displaying a valid temporary parking permit in or on the vehicle so as to be clearly visible from the outside."] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4) (Imp: HRS "200-2, 200-4)

46. Section 13-233-43, Hawaii Administrative Rules, is repealed:

['13-233-43 Eligibility for parking permits within the vessel owner parking zone; fee per vehicle. (a) The persons eligible for parking permits pursuant to section 13-233-29 and the fees for the permits are:

- (1) Permittees holding valid use permits to moor their vessels at a small boat harbor, their spouses, vessel master, and their legal dependents eighteen years of age or older. The fee per vehicle per calendar quarter shall be:
 - (A) \$5 for each owner or co-owner; and
 - (B) \$15 for other eligible persons; and
- (2) The fee for permits issued after the first month of a calendar quarter shall be prorated on a monthly basis.

Not more than one parking permit shall be issued to a person eligible for a parking permit.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)

- 47. Section 13-234-1, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-1 <u>General statement</u>. (a) The <u>user</u> fees and charges relative to the use of state [property and] <u>boating</u> facilities, [at a small boat harbor] <u>ocean waters and navigable streams and beaches of the State</u>, are[:
 - (1) Calculated to produce an amount at least sufficient to pay the expenses of operating, maintaining, and managing the facilities and services and the cost including interest, of amortizing capital improvements for boating

- facilities appropriated after July 1, 1975, including, but not limited to, berths, slips, and related accommodations, exclusive of the costs of constructing, operating, and maintaining general navigation channels, protective structures, and aids to navigation; and
- (2) Fixed with due regard to the primary purposes of providing public recreational facilities and promoting the fishing industry. See] <u>for the administration and regulation of the ocean recreation, and boating programs, as defined by sections 200-2, [and] 200-3, 200-4, 200-08, 200-10, 200-12, 200-21, 200-22, [Hawaii Revised Statutes] HRS.</u>
- (b) Nothing contained in this subchapter shall be construed to limit the authority and power of the department to waive any fees, or to assess any reasonable fees and charges in addition to those specifically provided in this subchapter for trivial or infrequent uses of state property, facilities, or services[;] if fees for the uses are not contained [herein] in this subchapter[;], or as the circumstances may warrant.

The acceptance of payment, or billings [therefor], shall not waive the

48. Section 13-234-2, Hawaii Administrative Rules, is amended to read as follows:

(c)

- "13-234-2 <u>Payment, delinquency and liens.</u> (a) [Security deposit and method of payment:
 - (1) Security deposit. A permittee, upon being issued a use permit, shall in addition to paying fees and charges as they become due, deposit with the State in legal tender or in such other form as may be acceptable to the State, an amount equal to two months' fees and charges at the rate prescribed in the rules in effect on the date of issuance of the permit as security for the faithful performance on the permittee's part of all the terms and conditions, specified therein.] The mooring permittee shall pay a security deposit, that may be a certificate of deposit that names the State as a co-owner, in an amount equal to two times the mooring fees at the rate described in the rules at the time a permit is issued. Conditions of the deposit are as follows:
 - (1) On the effective date of any increase in <u>mooring</u> fees [and charges], the permittee shall deposit [such] <u>the</u> additional amount to cover the increase. The State shall refund any excess deposit if the <u>mooring</u> fees [and charges] are reduced.
 - (2) <u>After successful inspection by the department</u> [The] <u>the</u> deposit [will] <u>shall</u> be returned, without interest, to the permittee upon the termination of the permit only if <u>the permittee has met</u> the terms and conditions <u>of the permit</u>

- [have been faithfully performed] to the satisfaction of the department.
- (3) In the event the permittee [does not so perform] <u>fails to comply with the conditions of the permit</u>, the department may declare the deposit forfeited or apply it as an offset to any amounts owed by the permittee to the State under the use permit, or to any damages or [loss] <u>losses</u> caused to the State by the permittee. The exercise of the permittee's option is without prejudice to the right of the State to institute action for debt or damages against the permittee or to take any other or further action against the permittee as may be provided by law or these rules for the enforcement of the rights of the State under the use permit.
- [(2) Advance payment required. As a prerequisite to the issuance of a use permit the permittee shall make a security deposit pursuant to section 13-234-2, pay the permit processing fee, one month's fees and charges, and any other fees and charges that may be due and payable to the State; provided that if the effective date of the use permit is other than the first day of the month, charges shall be properly prorated for the balance of the month and these prorated charges shall be paid.
- (3)] (b) [Method of payment of fees and charges.] The following fees and charges shall be paid in advance without notice or demand on the first day of each and every month during the life of the use permit, except that the amounts due for the first month shall be paid [prior to the] <u>upon</u> issuance of the permit as described in this section [13-234-2]:
 - (A) Mooring;
 - (B) Residence;
 - (C) Electricity;
 - (D) Shower;
 - (E) Dry storage;
 - (F) Gear locker;
 - (G) Facilities constructed by others; and
 - (H) Rent and other fixed recurring fees and charges.
- [(b)] (c) Permit processing fees are due and payable in advance.
- [(c)] (d) All other fees and charges are due and payable on the first day of the month after they are incurred.
- [(d)] (e) [Fees] <u>User fees</u> and charges for the last month shall be [properly] prorated <u>at the daily rate</u>, calculated on a three-hundred and sixty-five day year. If the termination is at the owner's option, unless a written notice of intent to vacate has been received by the department from the boat owner at least thirty days in advance of the termination date, as prescribed in section 13-231-9, the owner shall be liable for the full amount of the monthly fees and charges.
- [(e)] <u>(f)</u> All fees and charges shall become delinquent [thirty days] <u>at the end of the month</u> after they become due and payable. [All] <u>Any</u> delinquent accounts [will] <u>may</u> be referred to the Credit Bureau Services if they remain unpaid on the day the account becomes delinquent.
- [(f)] (g) Without prejudice to any other remedy available to the State, interest and, regardless of the amount of the delinquency, a [\$25.00] \$25 per month service charge shall be assessed [on all delinquencies] for each delinquent fee or charge

<u>owed the department</u>. The interest shall be computed at a rate of one per cent per month, annual percentage rate of twelve per cent, on the delinquent amount. The interest and service charges shall continue to be assessed until the delinquency is paid in full.

- [(g)] (h) In the event the fees [and charges which] that [shall] have accrued in favor of the department [shall not be] have not been paid as provided in these rules, the department may, after [reasonable notice] giving thirty days written notice as provided in section 13-230-6, take possession of the vessel, its tackle, apparel, fixtures, equipment, and furnishings, and may retain [such] possession of the items until all charges [then owing] owed to the department, including [and] any charges [which] that [shall thereafter] have [accrue] accrued are [fully] paid in full. The remedy [thus] provided in this section is in addition to and not in lieu of any other remedies [which] that the department may have by virtue of statute or otherwise.
- (i) Charges associated with negotiable instruments shall be in accordance with standard business practices, including surcharge for the use of credit cards, if acceptable." [Eff 2/24/94; am and comp] (Auth HRS "200-2, 200-3, 200-10, 200-22, 200-24) (Imp HRS "200-2, 200-3, 200-10, 200-22, 200-24)
- 49. Section 13-234-3, Hawaii Administrative Rules, is amended to read as follows:

"13-234-3 Mooring rates. (a) The [following] mooring rate schedule <u>noted in paragraph 1</u> shall become effective on the first day of the [calendar] <u>first full</u> month [following] <u>occurring after</u> the effective date of the amendments [of] <u>to</u> this chapter <u>and shall be increased each twelve months thereafter for the next two years as noted in paragraphs 2 and 3</u>. The mooring rate schedule in this subsection is per foot of vessel length overall per month <u>effective upon the applicant's acceptance of the offer of an available berth.</u>

| [TYPE OF MOORING | HARBORS | | |
|------------------------|----------------|------------------|------------|
| | | <u>KEEHI</u> | |
| | | <u>LAHAINA</u> | |
| | | MAALAEA & | |
| | <u>ALA WAI</u> | <u>HONOKOHAU</u> | ALL OTHERS |
| (1) Alongside catwalk: | \$3.40 | \$2.95 | \$2.50 |
| (2) Bow/stern mooring: | | | |
| On state buoy, | | | |
| anchor or cable: | \$2.70 | \$2.30 | \$2 |
| Minimum fee: | \$35.00 | \$35.00 | \$25.00 |
| On owner's buoy | | | |
| or anchor: | \$1.75 | \$1.50 | \$1.30 |
| Minimum fee: | \$28.00 | \$28.00 | \$20.00 |
| | | | |

(3) In harbor basin:

On state cable,

| buoy, or anchor Minimum Fee | | | \$1.20 \$20.00 |
|---|--------|-------------------|-------------------|
| On owner's buo or anchor: Minimum Fee | • | | \$.80 \$13.00 |
| (4) Skiff moorings (Fore and aft, al types): Minimum Fee | \$1.15 | \$1.10 \$16.00 | \$1.00 \$12.50 |
| (5) Work docks (Per foot of vessel | | | |
| length per day): Minimum Fee | | \$.30 \$7.00 | \$0.25 \$5.00 |

The following mooring rate schedule shall be implemented on the first day of the calendar month twelve months following the effective date of the rates listed above.

| TYPE OF MOORING | HARBORS | | |
|------------------------|----------------|-----------------------------|------------|
| | | <u>KEEHI</u> | |
| | | <u>LAHAINA</u> MAALAEA & | |
| | ALA WAI | HONOKOHAU | ALL OTHERS |
| (1) Alongside catwalk: | \$4.10 | \$3.50 | \$2.80 |
| (2) Bow/stern mooring: | | | |
| On state buoy, | | | |
| anchor or cable: | \$3.40 | \$2.85 | \$2.50 |
| Minimum fee: | \$43.50 | \$43.50 | \$31.00 |
| On owner's buoy | | | |
| or anchor: | \$2.20 | \$1.85 | \$1.60 |
| Minimum fee: | \$34.75 | \$34.75 | \$24.80 |
| (3) In harbor basin: | | | |
| On state cable, | | | |
| buoy, or anchor: | | | \$1.50 |
| Minimum Fee: | | | \$24.80 |
| On owner's buoy | | | |
| or anchor: | | | \$1.00 |

| | Minimum Fee: | | | \$16.10 |
|-----|---|-------------------|-------------------|-------------------|
| (4) | Skiff moorings (Fore and aft, all types): Minimum Fee: | \$1.45 \$21.70 | \$1.35 \$19.85 | \$1.25 \$15.50 |
| (5) | Work docks (Per foot of vessel length per day): | \$.45 | \$.40 | \$.30 |

\$8.70

\$6.00]

TYPE OF MOORING AND STATE BOATING FACILITIES

Minimum Fee:

(1) Mooring rates that become effective on the first day of the first full month occurring after the effective date of the amendments:

\$11.15

| | <u>Ala Wai</u> | <u>Lahaina</u> | Keehi, Maalaea, Nawiliwili & Honokohau | All Others |
|--|----------------|----------------|--|----------------|
| Along catwalk: | <u>\$8.20</u> | <u>\$5.40</u> | <u>\$4.75</u> | <u>\$3.80</u> |
| Bow-stern mooring: On state buoy, anchor or cable: | <u>\$6.80</u> | <u>\$4.40</u> | <u>\$3.85</u> | <u>\$3.40</u> |
| (Minimum fee): | <u>\$87.00</u> | <u>\$67.00</u> | <u>\$46.20</u> | <u>\$40.80</u> |
| On owner's buoy or anchor: | <u>\$4.40</u> | <u>\$2.85</u> | <u>\$2.50</u> | <u>\$2.15</u> |
| (Minimum fee): | <u>\$69.50</u> | <u>\$44.40</u> | \$30.20 | <u>\$25.80</u> |
| In harbor basin: On state cable, buoy or anchor: | | | | <u>\$2.05</u> |
| (Minimum fee): | | | | <u>\$24.60</u> |
| On owner's buoy or anchor: | | | | <u>\$1.35</u> |
| (Minimum fee): | | | | <u>\$16.20</u> |
| Skiff and dinghy moorings (fore and aft, all types:) | \$2.90 | \$2.10 | \$1.80 | \$1.70 |
| (Minimum fee): | <u>\$43.40</u> | \$30.60 | \$21.60 | \$20.40 |
| Work docks (per foot/vessel length/day) | <u>\$0.90</u> | <u>\$0.65</u> | <u>\$0.55</u> | <u>\$0.40</u> |

| (Minimum fee): | \$15.60 | \$9.60 | \$6.60 | \$4.80 |
|----------------|---------|--------|--------|--------|
|----------------|---------|--------|--------|--------|

(2) Mooring rates that become effective on the first day of the calendar month twelve months following the effective date of the mooring rates noted in paragraph (1):

| | <u>Ala Wai</u> | <u>Lahaina</u> | Keehi, Maalaea, Nawiliwili & Honokohau | All Others |
|--|----------------|----------------|--|----------------|
| Along catwalk: | <u>\$9.00</u> | <u>\$5.95</u> | <u>\$5.25</u> | <u>\$4.20</u> |
| Bow-stern mooring: On state buoy, anchor or cable: | <u>\$7.50</u> | <u>\$4.85</u> | <u>\$4.25</u> | <u>\$3.75</u> |
| (Minimum fee): | <u>\$76.45</u> | <u>\$73.70</u> | <u>\$51.00</u> | <u>\$45.00</u> |
| On owner's buoy or anchor: | <u>\$4.85</u> | <u>\$3.15</u> | <u>\$2.75</u> | <u>\$2.40</u> |
| (Minimum fee): | <u>\$76.45</u> | <u>\$49.20</u> | \$33.00 | <u>\$28.80</u> |
| In harbor basin: On state cable, buoy or anchor: | | | | <u>\$2.25</u> |
| (Minimum fee): | | | | \$27.00 |
| On owner's buoy or anchor: | | | | <u>\$1.50</u> |
| (Minimum fee): | | | | <u>\$18.00</u> |
| Skiff and dinghy moorings (fore and aft, all types:) | \$3.20 | \$2.30 | \$2.00 | <u>\$1.90</u> |
| (Minimum fee): | <u>\$47.75</u> | <u>\$33.65</u> | \$24.00 | \$22.80 |
| Work docks (per foot/vessel length/day) | \$1.00 | <u>\$0.70</u> | <u>\$0.60</u> | <u>\$0.45</u> |
| (Minimum fee): | <u>\$17.40</u> | <u>\$10.80</u> | <u>\$7.20</u> | <u>\$5.40</u> |

(3) Mooring rates that become effective on the first day of the calendar month twelve months following the effective date of the mooring rates noted in paragraph (2):

| | <u>Ala Wai</u> | <u>Lahaina</u> | <u>Keehi,</u> <u>Maalaea,</u> <u>Nawiliwili &</u> <u>Honokohau</u> | All Others |
|----------------|----------------|----------------|---|---------------|
| Along catwalk: | <u>\$9.50</u> | <u>\$6.25</u> | <u>\$5.50</u> | <u>\$4.40</u> |

| Bow-stern mooring: On state buoy, anchor or cable: | <u>\$7.85</u> | <u>\$5.10</u> | <u>\$4.50</u> | <u>\$3.95</u> |
|--|-----------------|----------------|----------------|----------------|
| (Minimum fee): | <u>\$100.50</u> | <u>\$77.40</u> | <u>\$54</u> | <u>\$47.40</u> |
| On owner's buoy or anchor: | <u>\$5.10</u> | \$3.30 | <u>\$2.90</u> | <u>\$2.50</u> |
| (Minimum fee): | \$80.30 | <u>\$51.60</u> | <u>\$34.80</u> | <u>\$30.60</u> |
| In harbor basin: On state cable, buoy or anchor: | | | | <u>\$2.35</u> |
| (Minimum fee): | | | | <u>\$28.20</u> |
| On owner's buoy or anchor: | | | | <u>\$1.60</u> |
| (Minimum fee): | | | | <u>\$19.20</u> |
| Skiff and dinghy moorings (fore and aft, all types:) | \$3.35 | \$2.40 | <u>\$2.10</u> | \$2.00 |
| (Minimum fee): | <u>\$50.15</u> | <u>\$35.30</u> | <u>\$25.20</u> | <u>\$24.00</u> |
| Work docks (per foot/vessel length/day) | <u>\$1.05</u> | \$0.70 | <u>\$0.65</u> | \$0.50 |
| (Minimum fee): | \$18.00 | \$11.40 | <u>\$7.80</u> | <u>\$6.00</u> |

- (b) Mooring rates shall be increased by the department at a rate of three per cent per year beginning twelve months after the mooring rates provided in subsection (a)(3) take effect and each subsequent year thereafter for a period not to exceed five years. The department may re-evaluate the percentage increase as described in this subsection every five years.
- [(b)] (c) The mooring rate schedule in [subsection] <u>subsections</u> (a) <u>and (b)</u> shall apply to single-hulled vessels, except as otherwise [prescribed] <u>provided</u> in this section, or in sections 13-234-5, 13-234-7 and 13-234-25.
- [(c)] (d) A multi-hulled vessel shall be charged mooring fees in proportion to berths used in increments of one, one and one-half, or two times the fee prescribed in [subsection] subsections (a) and (b) for a single-hulled vessel of equal length.
- [(d)] (e) When more than one vessel occupies a single berth end to end, the charge shall be computed at the rate prescribed in [subsection] subsections (a) and (b).
- [(e)] <u>(f)</u> Except for [subsection (a)(5)] <u>fees for work docks</u>, which [sets] <u>set</u> out the minimum charges per day, the amounts set out in the mooring rate schedules in [subsection] <u>subsections</u> (a) <u>and (b)</u> are the minimum charges per month.
- [(f) If the assigned berth/mooring under subsection (a)(1) and (a)(2) is not provided with electricity, the fee prescribed shall be decreased by \$.05 per foot per month.]" [Eff 2/24/94; am and comp] (Auth: HRS "200-6, 200-10, 200-22, 200-24) (Imp: HRS "200-6, 200-10, 200-12, 200-22, 200-24)

57. Section 13-234-4, Hawaii Administrative Rules, is amended to read as follows:

"13-234-4 Mooring rates for offshore mooring and anchoring. (a) The [following] mooring rate schedule <u>noted in paragraph (1)</u> shall become effective on the first day of the [calendar] <u>first full</u> month [following] <u>occurring after</u> the effective date of the amendments [of] <u>to</u> this [section] <u>chapter and shall be increased each twelve months thereafter for the next two years as noted in paragraphs (2) and (3). The mooring rate schedule is per foot of vessel length overall per month:</u>

[(1) On state buoy, anchor or cable:

| vessel length | rate |
|----------------------|---------|
| 0-30' | \$1.05 |
| 31-40' | \$1.15 |
| 41-50' | \$1.25 |
| 51-60' | \$1.35 |
| 61-70' | \$1.45 |
| 71-80' | \$1.55 |
| 81-90' | \$1.65 |
| over 90' | \$1.75 |
| Minimum monthly fee: | \$25.00 |

(2) On owner's own buoy or at anchor:

| vessel length | rate |
|----------------------|----------|
| 0-30' | \$0.70 |
| 31-40' | \$0.80 |
| 41-50' | \$0.90 |
| 51-60' | \$1.00 |
| 61-70' | \$1.10 |
| 71-80' | \$1.20 |
| 81-90' | \$1.30 |
| over 90' | \$1.40 |
| Minimum monthly fee: | \$16.50] |

Offshore mooring and anchoring rates that become effective on the first day of the first full month occurring after the effective date of the amendments to this chapter:

| Vessel Length Overall | On State Buoy, Anchor or Cable | On Owner's Own Buoy, or at Anchor |
|-----------------------|-----------------------------------|--------------------------------------|
| <u>0'-30'</u> | <u>\$1.40</u> | 95 cents |

| 31'-40' | \$1.55 | \$1.10 |
|---------------------|---------------|---------------|
| 41'-50' | <u>\$1.70</u> | <u>\$1.20</u> |
| <u>51'-60'</u> | <u>\$1.80</u> | <u>\$1.35</u> |
| <u>61'-70'</u> | <u>\$1.95</u> | <u>\$1.50</u> |
| 71'-80' | \$2.10 | \$1.60 |
| <u>81'-90'</u> | <u>\$2.25</u> | <u>\$1.75</u> |
| Over 90' | <u>\$2.35</u> | <u>\$1.90</u> |
| Minimum Monthly Fee | <u>\$34</u> | <u>\$22</u> |

Offshore mooring and anchoring rates that become effective on the first day of the calendar month twelve months following the month the mooring rates noted in paragraph (1) become effective:

| Vessel Length Overall | On State Buoy, Anchor or Cable | On Owner's Own Buoy, or at Anchor |
|-----------------------|-----------------------------------|--------------------------------------|
| <u>0'-30'</u> | <u>\$1.55</u> | <u>\$1.05</u> |
| <u>31'-40'</u> | \$1.70 | \$1.20 |
| 41'-50' | \$1.90 | \$1.30 |
| <u>51'-60'</u> | <u>\$2</u> | \$1.50 |
| <u>61'-70'</u> | <u>\$2.15</u> | <u>\$1.65</u> |
| 71'-80' | \$2.30 | \$1.80 |
| 81'-90' | \$2.50 | <u>\$1.95</u> |
| Over 90' | \$2.60 | \$2.10 |
| Minimum monthly fee | \$38 | <u>\$25</u> |

Offshore mooring and anchoring rates that become effective on the first day of the calendar month twelve months following the mooring rates noted in paragraph (2):

| vessel length overall | on state buoy, anchor or | on owner's own buoy, or at |
|-----------------------|--------------------------|----------------------------|
| | <u>cable</u> | <u>anchor</u> |

| 0'-30' | \$1.65 | \$1.10 |
|---------------------|---------------|---------------|
| <u>31'-40'</u> | <u>\$1.80</u> | <u>\$1.25</u> |
| 41'-50' | <u>\$2</u> | <u>\$1.40</u> |
| <u>51'-60'</u> | \$2.10 | <u>\$1.60</u> |
| <u>61'-70'</u> | <u>\$2.25</u> | <u>\$1.75</u> |
| 71'-80' | <u>\$2.40</u> | <u>\$1.90</u> |
| 81'-90' | <u>\$2.60</u> | <u>\$2.05</u> |
| Over 90' | <u>\$2.75</u> | \$2.20 |
| minimum monthly fee | <u>\$40</u> | <u>\$26</u> |

- (b) The fee for barges, <u>platforms</u>, and [other] commercial vessels [over fifty feet in length] having no operating means of propulsion shall be two times the rate listed in subsection (a).
- (c) The fee for vessels anchored or moored without a permit issued by the department shall be at the rate [specified] as provided in section 13-234-5.
- (d) Persons issued a mooring permit under this section shall be entitled to the use of any designated dinghy mooring area at no charge.
- (e) Mooring rates shall be increased by the department at a rate of three per cent per year beginning twelve months after the mooring rates, as provided in subsection (a)(3), take effect and each subsequent year thereafter for a period not to exceed five years. The department may re-evaluate the percentage increase as described in this subsection every five years." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-6, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-6, 200-22, 200-24)
- 50. Section 13-234-5, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-5 <u>Mooring fees for vessels assigned temporary moorings or occupying moorings without permission</u>. (a) [Visitors and others] <u>Persons</u> assigned a [berth] <u>mooring</u> for a temporary period of more than thirty days shall make the security deposit and pay mooring fees as prescribed in this chapter.
- (b) Those assigned a [berth] mooring for a period of thirty days or less shall not be required to make the security deposit [referred to] as provided in section 13-234-2, [as they] but shall be required to pay fees in advance.
- (c) The fees [prescribed] <u>described</u> in subsection (d) shall apply for the entire period the vessel is in the [small boat harbor] <u>state boating facility</u>.
- (d) The mooring fees for a vessel assigned a [berth] mooring for thirty days or less shall be as provided in sections 13-234-3 or 13-234-4, plus ten per cent, for each

<u>twenty-four hours or any fraction of that time period.</u> [: Rate per 24 hours or fraction thereof

| | | At Berth | At Anchor or moored |
|------|-----------------------|----------|---------------------|
| (1) | Less than 20 feet | \$3.45 | \$2.25 |
| (2) | 20 feet or more but | | |
| | less than 30 feet | \$4.60 | \$3.00 |
| (3) | 30 feet or more but | | |
| | less than 40 feet | \$5.75 | \$3.75 |
| (4) | 40 feet or more but | | |
| | less than 50 feet | \$6.90 | \$4.50 |
| (5) | 50 feet but less than | | |
| | 60 feet | \$7.95 | \$5.75 |
| (6) | 60 feet but less than | | |
| | 70 feet | \$9.20 | \$7.50 |
| (7) | 70 feet but less than | | |
| | 80 feet | \$10.35 | \$8.50 |
| (8) | 80 feet but less than | | |
| | 90 feet | \$11.50 | \$9.25 |
| (9) | 90 feet but less than | | |
| | 100 feet | \$12.65 | \$11.50 |
| (10) | 100 feet or more | \$13.80 | \$13.00] |
| | | | |

(e) The mooring fees for a vessel moored in a [small boat harbor] <u>state</u> <u>boating facility</u> without permission of the department or in violation of section 13-231-17 shall be:

| | Length of stay | <u>Fee</u> |
|-----|-------------------|---|
| (1) | 30 days or less | [-to] 1-1/2 times the fees stated in subsection (d) [above]; |
| (2) | 31-60 days | [-] 2 times the fees stated in subsection (d) [above] for the [days] period over 30 days; |
| (3) | More than 60 days | [-]3 times the fees stated in subsection_(d) for the period over 60 days. |

(f) The fees for a vessel moored in a state boating facility work dock area in violation of this section or section 13-231-17 shall be:

| | Length of stay | <u>Fee</u> |
|------------|-----------------|--|
| <u>(1)</u> | 30 days or less | 1-1/2 times the fees stated in subsection (d); |
| <u>(2)</u> | 31-60 days | 2 times the fees stated in subsection (d) for the period over 30 days; |

| <u>(3)</u> | More than 60 days | 3 times the fees stated in subsection (d) for the |
|------------|-------------------|---|
| | | period over 60 days. |

- 51. Section 13-234-6, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-6 Fees for vessel absent for more than fourteen days. Any [holder of a use permit who has applied as prescribed in section 13-231-11 to retain the permit to use the assigned berthing space and any other related use permits upon the permittee's return, and whose application has been approved] regular mooring permittee who has been granted a leave of absence by the department, as described in section 13-231-11, shall continue[,] to pay mooring fees as described in section 13-234-3 and any other permit or facility or user fees that accrue to the account during [any] the leave of absence. [of thirty days or less from the assigned berth, to pay fees for the berthing space and any other use permits designated in the application at the rate established in section 13-234-3 and other applicable sections of these rules. Where the absence permitted under section 13-231-11 exceeds thirty days, then for the period in excess of thirty days the mooring fees for the berth retained, and the fees prescribed in these rules for any facilities or services actually utilized by the permittee during the permittee's absence, shall be due and payable to the department.] During [such] the approved leave of absence, the department may issue a temporary [use] mooring permit for the use of the berthing space by another vessel and charge mooring fees, and any other fees that accrue [from] to the temporary permittee at the rate prescribed in these rules [and credit a portion of such fees collected to the account of the permanent permittee amounting to fifty per cent of the regular mooring fee, prorated on a daily basis, for the period that temporary mooring fees are collected for the use of the berth]." [Eff 2/24/94; am and] (Auth: HRS "200-10, 200-22, 200-24) (Imp: HRS "200-10, comp 200-12, 200-22, 200-24)
- 52. Section 13-234-7, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-7 Mooring fee for vessels owned by [nonresident] non-residents. The mooring fee for vessels owned by [nonresidents] non-residents, assigned a [permanent] berth in any state [small boat harbor] boating facility, shall be [ten] twenty per cent higher than the mooring rate schedule in section 13-234-3 (a), [and] (b)[(1)] and (c)." [Eff 2/24/94; am and comp] (Auth: HRS "200-10, 200-12, 200-22, 200-24)

(Imp: HRS "200-10, 200-12, 200-22, 200-24)

- 53. Section 13-234-8, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-8 <u>Stay-aboard or principal habitation fee</u>. (a) The owner of a vessel moored in a state [small boat harbor] <u>boating facility</u> and authorized to be used as a place of principal habitation, shall pay, in addition to mooring and any other applicable [fee] <u>user fees</u> or [charge] <u>charges</u>, a principal habitation fee computed according to vessel length (not vessel length overall) which is:
- (1) \$5.25 per foot of vessel length per month if the owner is a state resident; and
- (2) \$7.80 per foot of vessel length per month if the owner is a non-resident; provided that for any calendar year beginning after January 1, 1987 upon thirty days prior written notice from the department, the principal habitation fees established by this subsection shall be increased based on this increase in the annual cost of living index (U.S. Department of Labor, U.S. City Average Urban Consumer Price Index for "all items"), but the increase for any calendar year shall not exceed five per cent.
- (b) The owner or operator of a transient vessel, or visiting vessel, shall pay a stay-aboard fee of [\$2.00] \$5.00 per [person] guest or crew member staying aboard a vessel, in addition to mooring or any other fees and charges, for each and every night that any person remains on board the vessel while the vessel is moored in a state [small boat harbor] boating facility." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)
- 54. Section 13-234-9, Hawaii Administrative Rules, is amended to read as follows:
- 55. Section 13-234-10, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-10 <u>Electricity user fee</u>. The <u>minimum</u> monthly <u>user</u> fee for [the use of electricity] <u>non-metered electrical service provided at the berth</u> when furnished by the State at a [small boat harbor] state boating facility shall be as follows:
 - [(1) When no person lives aboard....\$5.75

- (2) When no person lives aboard but electricity is used for refrigeration...\$11.00
- (3) When persons live aboard but electricity is not used for cooking or refrigeration. \$11.00
- (4) When persons live aboard and use electricity for cooking or refrigeration \$25.00]

| <u>Vessel</u> | <u>Fees</u> |
|--|---------------|
| (1) Vessels without refrigeration up to 40 feet vessel length overall | <u>\$40</u> |
| (2) Vessels with refrigeration up to 40 feet vessel length overall and vessels without refrigeration greater than 40-feet vessel length overall. | <u>\$50</u> |
| (3) Vessels with refrigeration greater than 40-feet vessel length overall. | <u>\$60</u> " |

[Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)

56. Section 13-234-11, Hawaii Administrative Rules, is amended to read as follows:

"13-234-11 Shower user fee. Showers with hot water, when provided, are intended primarily for the use of persons having vessels moored in the [small boat harbor] state boating facility. If sufficient shower facilities are available, the department may [permit, if reasonable under the circumstances,] allow persons who are authorized to conduct business [on small boat harbor premises] at state boating facilities pursuant to section 13-231-51 [to utilize such] the use of the shower facilities. A monthly user fee of [\$6.00] \$10 shall be assessed for each [such persons] person using the showers, except those under the age of four and those paying [residence service] principal habitation or stay aboard fees. No persons shall [utilize] use the [aforementioned] shower facilities unless that person has [secured a use] been issued a permit from the department authorizing use of the facilities. [Each person] Each permittee [authorized by the department to utilize the shower facilities, except those under the age of four, may [secure one] obtain a shower facility key or card in accordance with provisions in section 13-234-32. [The person shall deposit the following amount with the State prior to receiving the key, as security for prompt return of the key upon termination of the use permit:

- (1) \$20 if the use permit is valid for a period of more than ninety days.
- (2) \$30 if the use permit is valid for a period of ninety days of less. This deposit shall be forfeited in the event the permittee does not return the key to the department on or before the termination of the use permit.]" [Eff 2/24/94; am and comp [Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)

- 57. Section 13-234-12, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-12 <u>Dry storage and vessel repair.</u> (a) A person, holding a valid mooring or commercial activity [use] permit <u>issued by the department</u> [allowing the person to moor a vessel in a small boat harbor,] may be authorized [by the department] to use a designated location on land within [such harbor] <u>a state boating facility</u> for a period not to exceed ten days in any calendar year to refurbish or repair [such] <u>a</u> vessel without payment of a dry storage fee <u>but shall be required to pay a refundable security deposit of \$300 and provide a certificate of insurance as provided in section 13-231-65(e); provided that suitable space is available and [any such] <u>the</u> storage [will] <u>shall</u> not unduly interfere with <u>the</u> maximum and efficient public utilization of [a small boat harbor facilities] <u>the state boating facility</u>. [The permittee shall however, not be entitled to a reduction in the mooring fees applicable to the temporarily vacated berth. Saturdays, Sundays, and state holidays shall be excluded in the computation of the ten days free time.]</u>
- (b) The permittee shall be required to comply with the following in order to have the security deposit returned:
 - (1) Comply with the Environmental Protection Agency's final approved guidelines for best management practices to mitigate environmental impacts;
 - (2) Clean the repair or storage area of any debris due to any repairs made.
- [(b)] (c) Vessels, vessels [upon] on trailers, or empty boat trailers may, upon approval by the department, be stored on land at a [small boat harbor] state boating facility; provided that suitable space is available and such storage [will] shall not unduly interfere with maximum and efficient public utilization of [small boat harbor facilities] the state boating facility. [Except as provided in subsection (a), the] The user fee for the storage or repair of vessels or boat trailers on land at a [small boat harbor] state boating facility shall be as follows:

| | Type of Storage or Repair | Ala-Wai and Keehi [Boat Harbors] state boating facilities | All others |
|-----|--|---|--|
| (1) | Vessels stored on land, per foot of vessel length, cradle length, or trailer length, whichever is greater, per month paved area: unpaved area: | [\$1.25] <u>\$2.50</u> [\$1.15] <u>\$2.40</u> | [\$1.15] <u>\$2.40</u> [\$1.00] <u>\$2.25</u> |
| (2) | Empty boat trailer per month | [\$20.00] <u>\$40</u> | [\$15.00] <u>\$30</u> |
| (3) | Minimum monthly charge for | | |

| vessel storage | [\$20.00] <u>\$75</u> | [\$15.00]\$60 |
|----------------|-----------------------|---------------|
| | | |

(4) The charges for one-half month or less shall be one-half of the monthly rate.

[(c)] (d) Boating equipment or other items used in connection with boats moored in [small boat harbors] state boating facilities, upon approval of the department, may be stored at [such harbors] state boating facilities if it can be done without unduly interfering with [small boat harbor] the state boating facility's operations. The monthly charges for

use of such storage space shall be:

| Type of Storage | Ala-Wai and Keehi [Boat Harbors] state boating facilities | All others |
|--|---|--------------------------|
| (1) Open storage on paved areas, per square foot per month | [\$.35] <u>\$1</u> | [\$.25] <u>75 cents</u> |
| (2) Open storage on unpaved areas, per square foot per month | [\$.25] <u>75 cents</u> | [\$.15] <u>50 cents</u> |
| (3) The minimum charge per month | [\$15.00]\$ <u>100</u> | [\$8.00]\$ <u>75</u> |

- (4) For less than one-half month, the charge [will] <u>shall</u> be one-half of the [above] full monthly rate <u>provided in paragraph (3)</u>.
- [(d)] (e) A person who does not hold a valid mooring permit for a particular [small boat harbor] state boating facility may be [permitted] allowed by the department to use a designated location on land within that [harbor] state boating facility for a period not to exceed six months to repair or refurbish a vessel, provided that suitable space is available and [such] storage [will] shall not unduly interfere with maximum and efficient public utilization of [small boat harbor facilities] the state boating facility. The permittee shall be required to pay a refundable security deposit of \$300 and meet the conditions of subsection (b) and [The] the charge for the use of the land shall be the same as specified in subsection [(c)] (d).
- [(e)] <u>(f)</u> The department shall not be responsible for any claim for loss or damage by reason of theft, fire or any other cause in connection with any personal property stored in the designated storage area.

(g) The user fees for a vessel or equipment stored at a state boating facility that is in violation of this section or section 13-231-17 shall be:

| Length of storage | | <u>Fees</u> | |
|-------------------|-------------------|--|--|
| <u>(1)</u> | 30 days or less | 1-1/2 times the fees stated in subsections (b) and (c); | |
| <u>(2)</u> | 31-60 days | 2 times the fees stated in subsections (b) and (c) for the period over 30 days; | |
| (3) | More than 60 days | 3 times the fees stated in subsections (b) and (c) for the period over 60 days." | |

[Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)

58. Section 13-234-13, Hawaii Administrative Rules, is amended to read as follows:

"13-234-13 <u>Gear locker fee</u>. (a) The charge for the use of gear lockers provided by the State shall be:

[(1) Standard wood locker \$5.50 per month

(2) Triangular fiberglass locker............ \$3.00 per month]

| | Type of gear locker | <u>Fee</u> |
|------------|---|------------------|
| <u>(1)</u> | Gear locker with a volume equal to or greater than eleven cubic feet. | \$7.50 per month |
| <u>(2)</u> | Gear locker with a volume of less than eleven cubic feet. | \$5 per month |

(b) In the event that permission is given by the department for a boat owner to provide a personal gear locker pursuant to section 13-232-44, the charge <u>for storage space</u>, while the permit remains in effect, shall be [thirty] <u>fifty</u> per cent of the rate established in subsection (a)." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-10, 200-12, 200-22, 200-24)

59. Section 13-234-16, Hawaii Administrative Rules, is amended to read as follows:

"13-234-16 <u>Permit processing fees</u>. The [charge] <u>non-refundable fee</u> for the processing of a use permit shall be as follows:

- [(1) Initial issuance of permanent permit for docking, mooring, or anchoring a vessel (see section 13-231-3) .. \$5; initial issuance of commercial permit .. \$25;
- (2) Renewal of permanent permit for docking, mooring, or anchoring a vessel (see section 13-231-5) .. \$5; renewal of commercial permit .. \$15;
- (3) Revision of permit:
 - (A) At owner's request .. \$5; or
 - (B) By department's action (see section 13-231-7) .. no charge; and
 - (4) All other use permits listed in section 13-231-3:
 - (A) Initial issuance \$5; and
 - (B) Renewal of permit \$3.]

| <u>Permits</u> | <u>Fees</u> |
|----------------|-------------|
| | |

| <u>(1)</u> | Initial issuance of a commercial activity permit | <u>\$50;</u> |
|------------|---|----------------------------|
| <u>(2)</u> | Renewal of a commercial activity permit | <u>\$50;</u> |
| <u>(3)</u> | Issuance of film permits: | <u>\$25;</u> |
| (4) | Substantive revision of permit: (A) At owner's request: (B) By department's action (see section 13-231-7): | \$6.50; [or] no charge. |

[If a permittee utilizing any property or facility fails to renew a use permit on or before the date on which it expires, the applicable renewal fee plus a penalty fee of \$1 per month shall be collected from the permittee for each month or fraction of a month the permittee is late in applying for renewal of a permit and any other penalty fees provided by these rules.]" [Eff 2/24/94; am and comp] (Auth: HRS "200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-12, 200-22, 200-24)

- 60. Section 13-234-19, Hawaii Administrative Rules, is amended to read as follows:
- "'13-234-19 <u>Kailua-Kona pier [Parking] parking fees[reserved space]</u>. [(a) The fee for parking a vehicle in a space reserved by the department for the exclusive use of any person shall be as follows:
 - (1) Reserved parking, covered \$30 per month.
 - (2) Reserved parking, uncovered \$20 per month]
- (a) <u>Individuals possessing a valid mooring permit for Kailua Bay may be issued</u> a permit for automobile parking at a rate of \$75 per quarter, per permit.
- [(b) The establishment of reserved parking spaces normally does not permit maximum efficient public utilization of parking facilities. Therefore, parking spaces shall not be designated for the exclusive use of any person, other than when necessary for the parking of government or other official vehicles, unless suitable space is available and such use will not interfere with maximum and efficient public utilization of small boat harbor facilities. Any reserved spaces established shall be assigned on a "first-come, first-served" priority system. The following shall be eligible for assignment to any reserved parking space that is established for use by the public:
 - (1) A person holding a valid use permit authorizing the person to moor that person's vessel at the small boat harbor, the vessel owner, co-owner, and master; and
 - (2) An owner or employee of a business or organization operating under the provisions of a lease or other agreement authorizing the owner or employee or the business or organization to engage in a business or commercial activity at the small boat harbor.]
- (b) Annual ground transportation fees shall be in accordance with section 13-234-38.
- [(c) No person shall park a vehicle in a reserved parking space so designated by a posted sign unless authorized by the department.]" [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

(Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

61. Section 13-234-20, Hawaii Administrative Rules, is amended to read as follows:

"13-234-20 <u>Salvage fee</u>. (a) The owner <u>or designated representative</u> of a vessel in danger that is [saved, rescued, or secured] <u>salvaged</u> pursuant to section 13-231-19 shall be charged a fee for services and materials based on prevailing commercial rates plus ten per cent. <u>In the cases where the department must perform remedial action more than once in a three hundred and sixty-five-day period, beginning on the date of the first remedial action, the fees and charges shall be calculated in the following manner:</u>

(1) Second occurrence: two times direct costs

(2) Third occurrence: three times direct costs

(3) Fourth and further occurrence: four times direct costs

- 62. Section 13-234-21, Hawaii Administrative Rules, is amended to read as follows:
- "'13-234-21 Principal habitation application fee. Prior to [filing or renewing an application for] the issuance of a principal habitation permit, as provided in section 13-231-27(a)(2), the applicant shall pay to the department [an] a non-refundable application fee of [\$15] \$25. [The fee is not refundable.]" [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)
- 63. Section 13-234-23, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-23 [Application] Annual application fee for moorage. If all suitable berths in a [small boat harbor] the state boating facility have been allocated, [to others] a person [may] shall apply annually, subject to the payment of application fees, for a future vacancy or to move in the future to another berth in the same [harbor] state boating facility, as [prescribed] provided in section 13-231-5. In [small boat harbors]

state boating facilities where categories of berths have been established pursuant to section 13-231-5 only a single application fee [or fee for renewal of an existing application] shall be levied if any applicant applies for [or renews applications for] more than one category of berth, provided that all applications were submitted on the same date, and provided that applications for Ala Wai and Keehi state boating facilities shall be limited to not more than two berth categories for a single application fee.

- (1) The application fee [or fee for renewal] of an existing application for a regular mooring permit shall be [\$15] \$25 per year for any person who is a resident and [\$100] \$120 per year for all other persons.
 - (2) The application fee [or fee for renewal of an existing application] for a temporary mooring permit or an application to transfer in the future to another berth with the same characteristics in the same [harbor] state boating facility shall be \$5 per year.
- 64. Section 13-234-25, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-25 Fees [and charges] for commercial vessels [at state small boat harbors] using state boating facilities, Kaneohe Bay ocean waters, and beaches of the State. (a) [The] Notwithstanding the provisions of section 13-234-3 [notwithstanding], the following fees and charges shall be assessed for services provided by the department relating to mooring in[,] or [use of,] using state [small boat harbor] boating facilities, Kaneohe Bay ocean waters and beaches of the State: [and services by a commercial vessel:]
 - (1) [For vessels] The fee per month per vessel for a permittee with a commercial activity and regular mooring permit[. The fee per month, per vessel, for mooring of and use of the] who moors in and uses a small boat harbor or any of the facilities [by a commercial vessel] in these harbors shall be the greater of two times the mooring fees [prescribed] as provided in section 13-234-3 or two per cent of the monthly gross receipts, [whichever is greater] effective on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of this rule and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one-half per

- <u>cent increase.</u> In addition to the [aforementioned fee for] mooring [a commercial vessel in these small boat harbors] <u>fees as provided in this section and section 13-234-3</u>, the permittee shall also pay fees and charges in the amounts prescribed in these rules for any other facilities and services utilized [in] <u>at</u> the small boat harbor.
- The fee per month for a permittee with a commercial activity and boat **(2)** ramp, wharf, or other state boating facility permit, except a state small boat harbor permit, shall be the greater of \$200 per month or two per cent of the monthly gross receipts, effective on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of this rule and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one-half per cent increase. The single fee assessed for the use of a state boat ramp shall entitle the permittee to use any other state boat ramp on the same island without an additional charge, except for those boat ramps listed in section 13-231-67. The department shall provide, upon issuance of a state boat ramp permit, a set of trailer decals that shall be displayed on each side of the forward end of the trailer tongue.
- [(2)] Go For [vessels] permittees with a commercial activity permit only, the fee per month, [per vessel] for the use of [these small boat harbors or any of their facilities] a state boating facility, Kaneohe Bay ocean waters or beaches of the State as defined by section 13-230-8, [by a commercial vessel moored elsewhere] shall be the greater of [\$100] \$200 or two per cent of the monthly gross receipts effective on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of this rule and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one half per cent increase.
- [(3)] (4) The report of gross receipts shall be received by the department not later than the end of the month following the reported month and shall be submitted on a form acceptable to the department. [Failure]

 <u>Unless otherwise provided by statutes, failure</u> to submit the report of gross receipts as required <u>for a period in excess of sixty days</u> shall be cause for [termination] <u>automatic revocation</u> of the commercial <u>activity</u> permit.
- [(4)] <u>(5)</u> For [vessels which] <u>permittees who</u> have been issued a valid commercial <u>activity</u> permit for the use of more than one small boat harbor, the permittee shall designate the small boat harbor of principal use, and the [two per cent] <u>percentage</u> of monthly gross receipts <u>described in this section</u> shall be paid to that account. The fees for commercial <u>activity</u> permits issued for other small boat harbors shall be the minimum amount specified in paragraph (2) <u>or paragraph (1) for</u>

- those permittees with small boat harbor mooring permits.
- [(5)] (6) For [vessels] <u>permittees</u> issued a temporary mooring permit and a commercial <u>activity</u> permit, the fee per month shall be the greater of the temporary mooring fees required by section 13-234-5 or two per cent of the monthly gross receipts <u>effective</u> on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of this rule and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one-half per cent increase.
- (b) When the commercial activity permit is issued, the department shall also provide a set of commercial trailer decals for commercial trailered vessels, at no charge, which shall be displayed on each side of the forward end of the trailer tongue.
- (c) Vessels used by a commercial activity permittee for shuttle operations transporting passengers to and from the commercial activity permittee's primary operating vessel and vessels under contracts to perform shuttle operations for passenger cruises, which moor at a state boating facility, shall be required to have a designated state boating facility of principal use and the fee charged under this section shall be paid to the principal use account.
- [(6)] (d) [Audit.] The department [reserves the right to] <u>may</u> conduct [an] <u>a</u> <u>financial</u> audit [as necessary] <u>of the records of any commercial activity permit account</u> to determine the <u>accuracy of reported gross receipts</u> [fees owing to the department, and] <u>or inspect</u> any other <u>financial</u> information [necessary and proper] <u>directly related</u> to <u>the</u> [enforce] <u>enforcement of</u> these rules <u>after providing notice</u>, as <u>described in section</u> 13-230-6, not less than thirty days prior to the audit.
- [(b)] (e) The department may, by lease, permit, or mooring permit, in accordance with state statutes grant the use or possession of [small boat harbor] state boating facilities. The leases [or] and permits shall provide for payments of rentals, fees and charges, and other conditions in accordance with law, in lieu of and notwithstanding the provisions for fees [and charges] specified in these rules." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24, 200-39) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-39)
- 65. Section 13-234-26, Hawaii Administrative rules, is amended to read as follows:
- "13-234-26 <u>Passenger user fees</u>. (a) <u>Notwithstanding the provisions of section 13-234-25</u>, [Any] passenger <u>vessel</u> or cruise vessel [which is used for private gain and does] <u>companies engaged in commercial activities that do not [have a valid mooring permit or] <u>possess a commercial activity permit and [which uses] whose vessels enter a state [small boat harbors property or facilities] <u>boating facility for purposes of embarking or disembarking passengers</u> shall <u>be required to pay the following user fees in addition to any other fees required by this chapter:</u></u></u>

| <u>Categories</u> | One way user fee per passenger |
|--|-----------------------------------|
| (1) [Per passenger] <u>Passengers</u> (includes in transit)[] embarking to or from shore to ship[] <u>within a state boating facility.</u> | \$2 |

- [(2) Passengers in transit on a vessel on a continuous trip whose point of origin and termination is a state small boat harbor, a total of disembarking and embarking at each port per passenger......\$1.50
- (3) Passengers embarking and disembarking on occasional and infrequent use on special charter when approved in advance of voyage as provided in section 13-231-57(c)(3)......\$1.50]
- (b) Any passenger vessel <u>or cruise vessel</u> using a [dock, pier or wharf in a state small boat harbor] <u>state boating facility</u> for disembarking and embarking passengers by means of any boat or lighter while <u>hove to or moored offshore</u>, shall pay a <u>user</u> fee per passenger, <u>which shall be inclusive of all other fees required by this chapter</u>, for disembarking and embarking at each [small boat harbor] <u>state boating facility</u> as follows:

| <u>Categories</u> | <u>User fee each way</u> |
|---|--------------------------|
| Passenger vessels engaging only in [inter-island] intra-state commerce[:] | [\$.30] <u>\$1.40</u> |
| Passenger vessels engaging in international or inter-state commerce[:] | [\$1] <u>\$1.75</u> |

- (c) Vessels operated by a federal or state agency [are] shall be exempt from the provisions of this subsection.
- [(c)] (d) [A report] The ship's agent shall [be filed] file a tally of the number of passengers based on the passenger manifest with the department on a form [acceptable to] provided by the department. The tally shall be submitted within thirty days after the date of embarking or disembarking of passengers over state boating facilities and the charges due shall be remitted along with the report.
- [(d)] (e) Commercial vessel operators who have been issued a certificate of public convenience in accordance with section 200-9, HRS, shall be exempt from the provisions of this section." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24)
- 66. Section 13-234-28, Hawaii Administrative Rules, is amended by amending subsection (a) to read as follows:

"13-234-28 <u>Negotiable instruments; service charge</u>. (a) The service charge for any dishonored check, draft, certificate of deposit or other negotiable instrument [is] <u>shall be</u> [\$12] <u>\$20</u>."

[Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-10, 200-22, 200-24)

- 67. Section 13-234-29, Hawaii Administrative Rules, is amended to read as follows:
- 68. Section 13-234-31, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-31 <u>User [Fee] fee for commercial use of boat [launching] ramps and other state boating facilities.</u> (a) The fee for the use of state launching ramps, wharves, or other state boating facilities except state small boat harbors shall be [\$75 per month or two per cent of gross receipts, whichever is greater] in accordance with section 13-234-25. The single <u>user</u> fee assessed for the use of a state [launching] <u>boat</u> ramp shall entitle the permittee to use any other state [launching] <u>boat</u> ramp on the same island without additional charge, except for those [launching] <u>boat</u> ramps listed in section 13-231-67.
- (b) Individuals who use a state boating facility for commercial activities, other than embarking or disembarking passengers from boat ramps and other state boating facilities, shall pay a fee of \$75 per month, unless otherwise permitted by the department." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 69. Section 13-234-32, Hawaii Administrative Rules, is amended to read as follows:
- "13-234-32 <u>Small boat harbor facility key deposits</u>. (a) Each person authorized to secure a shower facility key shall deposit the following amount with the State as security for prompt return of the key upon termination of expiration of the use permit.:
 - (1) \$30 [if the use permit is] <u>for permits</u> valid for a period of more than thirty days; or
 - (2) \$50 [if the use permit is] for permits valid for a period of thirty days or

less:

- (b) Each person authorized to secure a key, except for a regular mooring permittee, for other harbor facilities, such as security gates or restrooms, shall deposit the following amounts with the department prior to receiving the key:
 - (1) \$10 if the use permit is valid for more than thirty days; or
 - (2) [\$25] \$50 [if the] for a mooring [use] permit [is] valid for thirty days or less.
- (c) The key <u>security</u> deposit shall be forfeited in the event the permittee does not return the key to the department on or before the termination of the use permit, or when the permittee is required to replace a key which has been lost or stolen.
- (d) Regular mooring permittees who fail to return any harbor facility keys at the time the regular mooring permit expires or is terminated, shall forfeit the security key deposit." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)
 - 70. 13-234-33, Hawaii Administrative Rules, is amended to read as follows:

"13-234-33 <u>Business transfer fee</u>. (a) [Whenever] <u>Unless otherwise provided by law; whenever</u> a stockholder or owner of an interest in a corporation or other business [which] <u>that</u> has been issued a commercial <u>activity</u> permit sells or transfers ten per cent or more of the stock or interest in the firm, either as a single transaction or an aggregate of several transactions, to any person who is not a stockholder or owner of record on the effective date of these rules, the seller or person transferring such stock or interest shall pay to the department a business transfer fee based on the passenger-carrying capacity of the vessel, and shall be as follows:

| | <u>Vessel type</u> | <u>Fees</u> |
|-----|---|-------------|
| (1) | Vessels used for bare boat (demise) and sailing charters carrying six or less passengers[] | \$ 2,500 |
| (2) | Vessels registered by the State or documented by the U. S. Coast Guard to carry six passengers or less, used for charter fishing or other commercial purpose[| \$ 5,000 |
| (3) | Vessels certified by the U. S. Coast Guard to carry seven to twenty-[five]four passengers[] | \$10,000 |
| (4) | Vessels certified by the U. S. Coast Guard to carry twenty-five to forty-nine passengers[] | \$15,000 |
| (5) | Vessels certified by the U. S. Coast Guard to carry fifty to seventy-four passengers[] | \$25,000 |

| (6) | Vessels certified by the U. S. Coast Guard to carry seventy-five to ninety-nine passengers[] | \$40,000 |
|-----|--|----------|
| (7) | Vessels certified by the U. S. Coast Guard to carry one hundred to one hundred forty nine passengers[] | \$75,000 |

- (b) When less than one hundred per cent of the interest in the corporation is transferred, the business transfer fee shall be based upon a like percentage of the business transfer fee provided in subsection (a).
- (c) Where there are multiple vessels on one permit, the business transfer fee shall be based on the largest capacity vessel.
- (d) Transfer of the corporation to the spouse or children of the permittee or a permittee who enters into an employee stock option plan shall be exempt from the provisions of subsection (a)." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 79. Chapter 13-234-34, Hawaii Administrative Rules, is amended to read as follows:
 - "13-234-34 <u>User [Fee] fee for recreational [use of] state boat [launching] ramps.</u>
- (a) An annual <u>boat ramp decal user</u> fee of [\$25] <u>\$35</u> shall be paid by owners of trailered vessels using state [launching ramps and other] boating facilities for recreational and fishing purposes to gain access to the waters of the State for the purpose of defraying costs of maintenance of the state boating facilities and use of <u>fresh</u> water. <u>The \$35 boat ramp decal fee shall become effective on the first day of the first full month occurring after the effective date of the amendments and shall increase to \$60 effective on the first day of the calendar month twelve months following the effective date of the effective date of the \$35 fee.</u>
- [(b) Owners of trailered commercial passenger vessels who pay the commercial fee for use of state launching ramps and other boating facilities under the provisions of section 13-234-31 are exempt from the requirements of subsection (a).]
- [(c)] (b) [This] In addition to the vessel registration fee, the annual boat ramp decal fee described in subsection (a) shall be paid in full at the time of [initial] registration or registration renewal[, in addition to the vessel registration fee].
- [(d)] <u>(c)</u> The <u>recreational</u> owner shall be furnished a set of <u>trailer</u> decals by the department upon payment of this fee. [which] <u>Current boat ramp decals</u> shall be affixed to <u>each side of</u> the forward end of the trailer tongue [as evidence of payment] <u>whenever the vessel trailer is operated or stored at a state boating facility.</u>
- (d) Notwithstanding subsection (c), a boat dealer or manufacturer shall be allowed to place the ramp decal on the dashboard of the vehicle used to transport the demonstration vessel." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 80. Chapter 13-234, Hawaii Administrative Rules, is amended by adding a new section 13-234-36 to read as follows:
- "13-234-36 Damage to state property. Any person responsible for damage to state property shall make repairs in accordance with department specifications. If the department determines that the repairs are completed improperly or if the responsible party does not make the repairs within thirty days of notice by the department, unless otherwise agreed to in writing by the department, the department shall have the option of repairing the damage and shall assess the responsible party as follows:
- (1) The direct labor charges, including overtime and cost of materials, plus a fifty-six percent overhead surcharge if the repairs are made by State employees; and
- (2) The costs of all contractors employed and all time charges incurred by the department, plus a fifty-six percent overhead surcharge, are all subject to a thirty percent administrative surcharge." [Eff] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 71. Chapter 13-234, Hawaii Administrative Rules, is amended by adding a new section 13-234-37 to read as follows:
- "13-234-37 <u>Labor and equipment charges</u>. (a) <u>Charges for cleaning and other services when provided by the State are as follows:</u>
 - (1) The rate charged for State employees shall be the actual hourly pay of the employee, plus overtime, if applicable, plus a fifty-six per cent overhead surcharge.
 - (2) The rate for the operator of the equipment in this section shall be the actual hourly pay of the employee, plus overtime, if applicable, plus a fifty-six per cent overhead surcharge.
 - (3) Hourly rates for equipment used by State employees shall be assessed at the following rates, excluding the operator:

| | <u>Equipment</u> | <u>Fee</u> |
|------------|------------------------------------|-------------|
| <u>(A)</u> | 1/2 ton or 3/4 ton pickup truck | <u>\$11</u> |
| <u>(B)</u> | Work-boat without operator or crew | <u>\$25</u> |

- (4) Dump fees per ton shall be at cost plus a fifty-six per cent surcharge.
- (5) Equipment rental charges shall be based on the actual charges and shall accrue from the time the equipment is put into service to the time it is returned to its owner.
- (b) State equipment shall only be operated by State employees."

 [Eff](Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

 (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 72. Chapter 13-234, Hawaii Administrative Rules, is amended by adding a new section 13-234-38 to read as follows:

"13-234-38 Ground transportation fees. (a) The annual charge for a permittee to operate a bus, van or other vehicle possessing a certificate of public convenience and necessity within a state boating facility shall be as follows:

| <u>Transportation</u> | <u>Fee</u> |
|--|------------|
| (1) Vans, limousines, station wagons, capable of carrying eight to seventeen passengers, mini busses capable of carrying a maximum of twenty-five passengers; or | \$200 |
| (2) Motor coaches capable of carrying twenty-six or more passengers within a state boating facility. | \$400 |

- (b) Notwithstanding subsection (a), vans, limousines, station wagons, mini busses and motor coaches servicing hotels on property under the jurisdiction of the division for non-boating activities at a state boating facility, except as provided in section 13-233-15(a), shall be charged a yearly fee of \$500 for each public convenience certificate.
- (c) Commercial activity permittees shuttling passengers utilizing their own vehicle or a leased vehicle, are exempt from the fees of this section.

(d) In addition to subsection (a), applicants shall provide to the department proof of the following insurance coverage:

| | Vehicle capacity | Minimum property damage liability coverage per occurrence | Minimum bodily injury liability coverage per occurrence |
|------------|--|---|---|
| <u>(1)</u> | Vehicles capable of carrying one to seven passengers | <u>\$ 25,000</u> | <u>\$ 75,000</u> |
| <u>(2)</u> | Vehicles capable of carrying eight to seventeen passengers | <u>\$ 50,000</u> | \$ 100,000 |
| (3) | Vehicles capable of carrying a maximum of twenty-five passengers | \$300,000 | \$ 750,000 |
| <u>(4)</u> | Vehicles capable of carrying twenty-six or more passengers | \$500,000 | \$1,000,000 |

(e) All permittees shall clearly display a current ground transportation decal, attached to a moveable sign on the left hand side of the driver's windshield."

[Eff] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)

- 73. Chapter 13-234, Hawaii Administrative Rules, is amended by adding a new section 13-234-39 to read as follows:
- "13-234-39 Recovery of administrative expenses. (a) An owner and any co-owners whose vessel or equipment is declared abandoned, derelict, or is moored or stored in violation of the rules of the State or chapter 200, HRS, shall be responsible for the payment of the following fees incurred by the department during the period beginning on the date of posting of the notice pursuant to section 13-230-06 and continuing to the date of disposal by the department:
 - (1) Mooring fees, including interest and penalties;
 - (2) Storage fees;
 - (3) Harbor and law enforcement personnel costs;
 - (4) Legal counsel fees;
 - (5) <u>Legal notice publication fees;</u>
 - (6) Photo film and printing costs;
 - (7) Maintenance and repair costs;
 - (8) Towing and vessel relocation costs;
 - (9) Public auction expenses;
 - (10) Area clean-up and disposal fees; and
 - (11) Miscellaneous out-of-pocket expenses directly related to the administration or handling of the vessel or equipment.
- (b) The fees and costs in subsection (a) are in addition to any fines a court or the board of land and natural resources may impose.
- (c) All costs incurred by the department shall be paid within thirty days of the mailing or personal delivery of the official written notice of the final amount due and payable to the department. Non-payment of the full amount due shall result in one or more of the following:
 - (1) Referral of the matter to a collection agency licensed to do business in the State; or
 - (2) Recovery of amounts due by any other means as prescribed by law."

 [Eff] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
- 74. Section 13-241-26, Hawaii Administrative Rules, is amended by amending subsection (a) to read as follows:
- "13-241-26 <u>Negotiable instruments</u>; service charge. (a) The service charge for any dishonored check, draft, certificate of deposit or other negotiable instrument [is \$12] <u>shall be in accordance with section 13-234-28</u>."

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[Eff 2/24/94 am and comp ] (Auth: HRS "200-2, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-22, 200-24)
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75. Section 13-242-13, Hawaii Administrative rules, is amended to read as follows:

76. Section 13-244-19, Hawaii Administrative Rules, is amended to read as follows:

"13-244-19 [Authorization] Permit required to hold [regatta, marine parade, boat race or exhibition] special events. (a) [Definition of terms] Special events, as used in this chapter[. "Regatta" or "marine parades, means an organized water event of limited duration which is conducted according to a prearranged schedule.] includes, but is not limited to, any land based or ocean competition, exhibition of boating, water-skiing, parasailing, canoeing, kayaking, rowing, surfing, fireworks displays, thrill craft, personal water craft, regattas, marine parades, and swimming events.

- (b) [Authorization] <u>Permit</u> required; submission of application.
- (1) Any person or organization planning to hold a [regatta or marine parade] special event [which] that, by its nature, circumstances or location, [will introduce] introduces extra or unusual hazards to the safety of persons or property on the waters of the State shall submit an application for a permit to the department on the form prescribed by the chairperson of the board of land and natural resources. No person shall hold [such] a [regatta or marine parade] special event, unless the authorization of the chairperson has been secured[, except that the chairperson's authorization is not required if prior authorization has been secured from the United States Coast Guard]. Examples of conditions which are deemed to introduce extra or unusual hazards to the safety of life include, but are not limited to[:] an inherently hazardous competition, the customary presence of commercial or pleasure craft in the area, any obstruction of navigable channels [which] that may reasonably be expected to result from the activity, and the expected accumulation of spectator craft.
- Where the <u>special waters</u> events are to be held regularly or repeatedly in a single area by an individual or organization, the chairperson may, subject to conditions set from time to time by the department, grant a permit for the series of events for a fixed period of time, not to exceed one year.
- (3) The application shall be submitted no less than thirty days prior to the start

- of the proposed event.
- (4) The application shall include the following details:
 - (A) Name and address of sponsoring organization[.];
 - (B) Name, address and telephone number of person or persons in charge of the event[.];
 - (C) Nature and purpose of the event[.];
 - (D) Information as to general public interest[.];
 - (E) Estimated number and type of watercraft participating in the event[.];
 - (F) Estimated number <u>of spectators</u> and <u>number and</u> type of spectator watercraft[.];
 - (G) Number of boats being furnished by sponsoring organization to patrol event[.];
 - (H) Time schedule and description of events[.]; and
 - (I) A section of a chart or scale drawing showing the boundaries of the event, various water courses or areas to be utilized by participants, officials, and spectator craft.
- (c) [An authorization by the chairperson] <u>A permit issued by the department</u> does not exempt a person holding an event from compliance with applicable federal law. <u>An approved permit shall establish a temporary restricted area for the duration of the event and may allow event activities that are not otherwise allowed by these rules.</u>
- (d) The applicant for a business sponsored amateur or professional event shall complete an application provided by the department, and pay a \$10 non-refundable application fee. In addition to the application fee, the sponsor shall pay the lesser of one dollar per participant or \$250. A not-for-profit organization that charges only a nominal fee to cover administrative costs and conducts special events at a state boating facility, on beaches of the state, or in or on the waters of the state at a frequency or magnitude that does not significantly create congestion, possible conflicts or safety concerns, or otherwise adversely impact the resources at a state boating facility, on beaches of the state, or the waters of the state, may be exempted by the department on a case-by-case basis from the provisions of this subsection.
- (e) A fee of 10 cents per square foot for each twenty-four hour period or fraction of that time shall be charged for the temporary exclusive use of a portion of a beach under the jurisdiction of the division of boating and ocean recreation for a period not to exceed seventy-two hours, unless otherwise allowed by the department. The fee may be waived on a case-by-case basis by the department.
- (f) The department may waive the fees described in subsection (d) for authorized not-for-profit or public service events.
- (g) The applicant shall pay an additional \$25 at the time of the submittal of the application to the department when requests are received less than thirty days from the date of the event or when substantive amendments are made to previously issued permits.
- (h) The applicant of a business and non-business sponsored amateur or professional event shall provide proof of insurance as provided in section 13-231-65." [Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-22, 200-24)

- 77. Chapter 13-250-4, Hawaii Administrative Rules, is amended by adding a new section 13-250-4 to read as follows:
- 78. Section 13-250-5, Hawaii Administrative Rules, is amended by adding new definitions to read as follows:
 - "13-250-5 <u>Definitions</u>. ***
- "Manually-propelled vessel" means a manually-propelled vessel primarily moved only by hands, feet, oars, poles or paddles. Surfboards shall not be considered a vessel and shall be excluded from this definition.

<u>"State boating facility" means a State small boat harbor, boat ramp, off-shore</u> mooring, pier, wharf, State property, or landing under the jurisdiction of the department.

"Shuttle," means to embark passengers at one location and disembark them at the same location or at another location."

[Eff 2/24/94; am] (Auth: HRS "200-2, 200-4, 200-10, 200-22, 200-24) (Imp: HRS "200-2, 200-4, 200-10, 200-22, 200-24)

- 79. Section 13-251-31, Hawaii Administrative Rules, is amended by amending subsection (b) to read as follows:
- "13-251-31 Owner of passenger-carrying vessels, for-rent surfboards, for-rent sailboards, for-charter or rent motorboats, or for-rent water sports equipment to give proof of financial responsibility. ***
- (b) The owner shall submit to the department evidence that there has been issued to the owner by an insurance carrier authorized to do business in the State, and naming the State as an additional insured, a public liability insurance policy or policies covering the operations under the permits issued in accordance with this chapter and with the following minimum coverages:
 - (1) In the case of vessels carrying passengers for hire, the [following amounts for bodily injury and damage to property per occurrence:
 - (A) \$100,000 for vessels authorized to carry not more than six passengers;
 - (B) Not less than \$300,000 for vessels authorized to carry more than six passengers, but less than twenty-six;
 - (C) Not less than \$500,000 for vessels authorized to carry more than twenty-five passengers] <u>insurance requirements shall be in accordance with section 13-231-65(a) and (b)</u>;

- (2) In the case of surfboard or sailboard operations, the amount of \$50,000 for bodily injury or death per person, subject to the total coverage in any one accident of \$100,000 for bodily injury or death;
- [(3) In the case of motorboat operations, the amount of \$100,000 for bodily injury or death per person, subject to the total coverage in any one accident of \$500,000 for bodily injury or death;]
- [(4)] (3) In the case of water sports equipment operations, the amount of \$100,000 for bodily injury or death per person, subject to the total coverage in any one accident of \$300,000 for bodily injury or death.
- (c) The owner shall maintain the policy or policies in full force and effect during all times that the owner is engaged in the businesses described in subsection (a)[, unless the owner has given proof of financial responsibility as provided in section 13-251-32]." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

80. Section 13-251-32, Hawaii Administrative Rules, is repealed:

["'13-251-32 Owner of passenger-carrying vessels, for-rent surfboards, for-rent sailboards, for-rent motorboats, and for-rent water sports equipment when no policy obtained. (a) The department shall not register any vessel, surfboard, sailboard, motorboat, or water sports equipment rented, chartered or used for carrying passengers, as the case may be, in Waikiki or Kaanapali ocean waters if the owner thereof has not given proof of financial responsibility as provided in section 13-251-31; provided no such proof is necessary if the owner demonstrates, to the satisfaction of the department, the financial ability to respond to claims for damages as follows:

- (1) If the owner applies for registration of surfboards or sailboards, in the sum of at least \$50,000 per person injured or killed in a surfboard or sailboard operation, subject to the total coverage in any one accident of \$100,000 for bodily injury or death; or
- (2) If the owner applies for the registration of any vessel carrying passengers for hire, in the following sums for bodily injury or death per occurrence:
 - (A) \$100,000 for vessels authorized to carry not more than six passengers;
 - (B) Not less than \$300,000 for vessels authorized to carry more than six passengers but less than twenty-six;
 - (C) Not less than \$500,000 for vessels authorized to carry more than twenty-five passengers;
- (3) In the case of motorboat operations, the amount of \$100,000 for bodily injury or death per person, subject to the total coverage in any one accident of \$500,000; or
- (4) In the case of water sports equipment operations, the amount of \$100,000 for bodily injury or death per person, subject to the total coverage in any one accident of \$300,000.
- (b) The department shall cancel the registration of any vessel, surfboard, sailboard, motorboat or water sports equipment whenever the department determines that

- 81. Section 13-251-49, Hawaii Administrative Rules is amended to read as follows:
- "13-251-49 <u>Authority of department to suspend or revoke registration</u>. (a) The department may suspend or revoke the registration of a vessel, surfboard, sailboard, or water sports equipment whenever:
 - (1) The department is satisfied that the registration was fraudulently or erroneously issued;
 - (2) The department determines that a registered vessel is unsafe to be operated upon the Waikiki or Kaanapali ocean waters;
 - (3) A registered vessel has been sold, dismantled, or wrecked, provided that the owner of the vessel at the time it was sold, dismantled, or wrecked may, upon written application to and approval by the department, transfer the registration to another vessel of like characteristics and ownership if the replacement vessel is in operation within ninety days of the transfer; or
 - (4) The owner of any for-rent surfboard, for-rent sailboard or water sports equipment, or vessel carrying passengers for hire has failed or is unable to give proof of financial responsibility as provided in this subchapter[;].
 - [(5) Any catamaran's Coast Guard Certificate of Inspection has expired;
 - (6) Any registered vessel boards passengers on Waikiki or Kaanapali ocean waters for a shuttle-type service and disembarks the passengers at a point other than at or near the point of boarding; or
 - (7) A registered vessel has not been engaged in carrying passengers for hire in Waikiki or Kaanapali ocean waters for a period of thirty consecutive days."
- (b) Upon suspending or revoking the registration of a vessel, surfboard, sailboard or water sports equipment the department shall immediately notify the owner in writing of the reason for the suspension or revocation.]
- (b) Any commercial operator whose registration for a vessel, surfboard, sailboard, or water sports equipment is under review for conditions and deficiencies that may lead to the revocation or denial of a renewal of the registration, the operator shall be provided an informal review and administrative hearing as provided in sections 13-231-31 and 13-231-33." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-9, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-9, 200-22, 200-24)
- 82. Section 13-251-51, Hawaii Administrative Rules, is amended by amending subsection (b) to read as follows:

[&]quot;13-251-51 Catamaran registration limitations.***

- 83. Section 13-251-57, Hawaii Administrative Rules, is amended by amending subsection (b) to read as follows:

"13-251-57 Waikiki restricted areas. ***

- (b) Zone A, Waikiki ocean waters.
- (1) Zone A, Waikiki ocean waters means the area confined by the boundaries shown on Exhibit "B-1", June 1, 1981, located at the end of this chapter, which boundaries are described as follows:

Beginning at the makai-Ewa corner of the natatorium; then seaward on a prolongation of the Ewa wall of the natatorium to the outer edge of the reef; then along the reef in the mauka direction to the seaward end of the Kapahulu drainage groin; then seaward along a straight line connecting the seaward end of the Kapahulu drainage groin and the Ala Wai boat harbor entrance lighted buoy (Red "2"); then mauka on a prolongation of the Diamond Head boundary line of Fort DeRussy to the mean high water mark of the beach adjacent to the boundary line; then along the mean high water mark in the Diamond Head direction to the mauka-Ewa side of the natatorium; then along the Ewa side of the natatorium in a seaward direction to, and ending at, the point of beginning;

- (2) Restrictions:
 - (A) No person shall navigate or moor a vessel in or on the Waikiki ocean waters, except that outrigger canoes operated by a duly organized canoe club, or a sailing catamaran, or a manually propelled outrigger canoe may be navigated, moored, or anchored in those waters if the vessel has been registered in accordance with this subchapter and is under the immediate control of an operator who has been issued a permit by the department to navigate in the waters. Notwithstanding this subsection, a sailing catamaran may temporarily operate in Zone A, Waikiki ocean waters, as a power-driven catamaran when necessary to protect life or property and [is] if that vessel is registered by the department to operate in Waikiki ocean waters and under the immediate control of an operator who has been issued a valid permit by the department;
 - (B) No person shall navigate or moor a catamaran in or on the waters of Zone A or on the shore below the mean high water mark if four

- catamarans are navigating or moored in such zone;
- (C) The minimum distance separating any two catamarans moored in Zone A shall be eighty feet; and
- (D) There shall be no surfing in the zone between the water's edge and a point fifty yards seaward therefrom, except for learners while receiving initial instructions under the direct supervision of a primary or senior surfboard instructor who has a permit issued by the department as provided by subchapter 1.
- (E) Commercial catamaran operators who have registered their vessel in accordance with chapter 251, may transit Zone A, Waikiki ocean waters when shuttling passengers to or from the beach in Zone A or to or from other vessels, or other facilities outside of Zone A.
- (c) Zone B, Waikiki ocean waters.
- (1) Zone B, Waikiki ocean waters, means the area confined by the boundaries shown on Exhibit "C", June 1, 1981, located at the end of this chapter, which boundaries are described as follows:

Beginning at a point where the Diamond Head side of the boundary of Fort DeRussy intersects the mean high water mark; then seaward on a prolongation of that boundary line to a straight line connecting the Ala Wai boat harbor entrance lighted buoy (Red "2") and the Ewa end of the Kapahulu drainage groin; then to the Ewa direction to the makai-Ewa corner of the breakwater makai of the Hawaiian Village rainbow tower; then Ewa along the breakwater to the mean high water mark; then along the mean high water mark; in a mauka-Diamond Head direction to, and ending at, the point of beginning;

- (2) Restrictions: No person shall navigate, moor, or anchor a vessel in or on the waters of Zone B, except that a manually propelled outrigger canoe or a catamaran propelled by sail may be operated in those waters if the vessel has been registered in accordance with this subchapter, or that a catamaran propelled by sail capable of carrying six persons or less, with a valid permit to operate within Waikiki ocean waters under the provisions of section 13-251-51, may anchor overnight in the area adjacent to the groin in the vicinity of the Ala Wai Heliport. Notwithstanding this subsection, vessels operating from the Hilton Hawaiian Village pier are exempt from the restrictions in this paragraph;
- (3) Notwithstanding the provisions of paragraph (c)(2), commercial catamaran operators who have registered their vessel in accordance with chapter 251, may transit Zones B, Waikiki ocean waters when shuttling passengers to or from the beach or to or from other vessels, or other facilities outside of Zone B.
- (4) Notwithstanding the provisions of paragraph (c)(2), a water jet propelled vessel, other than a thrill craft, carrying six or less passengers may transit Zone B when shuttling passengers to and from Fort DeRussy beach to an offshore location seaward of Zone B, provided that the owner has been issued a commercial activity permit by the department for commercial

thrill craft operations at a location in accordance with section 13-256-91."

[Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4)

(Imp: HRS "200-2, 200-3, 200-4)

84. Section 13-252-7, Hawaii Administrative Rules, is amended to read as follows:

"'13-252-7 [Penalties] Fines, penalties and prosecution. [Any person who is guilty of violating these rules shall be punished as provided in section 200-25, Hawaii Revised Statutes.] Fines, penalties and prosecution shall be assessed in accordance with section 13-230-4." [Eff 2/24/94 am and comp] (Auth: "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25) (Imp: "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25)

85. Section 13-253-1, Hawaii Administrative Rules, is amended to read as follows:

"13-253-1 <u>Registration fees for surfboards, catamarans and canoes.</u> (a) [The following registration] <u>In addition to the fee described in section 13-253-2, the registration</u> [fees] <u>fee</u> [shall be paid to the department] for the registration of [catamarans, canoes, and] surfboards[, subject to registration hereunder] <u>shall be \$1 for each surfboard</u>.

| | <u> Original</u> | <u>Renewals</u> |
|-------------------------|------------------|-----------------|
| Catamarans, each vessel | \$5.00 | \$3.50 |
| Canoes, each vessel | \$5.00 | \$3.50 |
| Surfboards, each board | .10 | .10 |

The minimum fee for surfboards shall be \$1.]

(b) In addition to the application fee described in section 13-253-5, the registration for catamarans, as provided for by section 200-9, HRS, and canoes, shall be the greater of \$200 per vessel per month or two per cent of the monthly gross receipts effective on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of this rule and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one-half per cent increase." [Eff 2/24/94 am and comp (Auth: HRS "200-2, 200-3, 200-4, 200-9, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-9, 200-22, 200-24)

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86. Section 13-253-2, Hawaii Administrative Rules, is amended to read as follows:

"13-253-2 [Permit] <u>Surfboard registration application</u> fees. A [\$2] <u>non-refundable \$50</u> [permit] <u>registration application</u> fee shall be paid to the department for the issuance or renewal of a [permit] <u>registration</u> issued and renewed pursuant to these rules."

[Eff 2/24/94 am] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 87. Section 13-253-3, Hawaii Administrative Rules, is amended to read as follows:
- 88. Section 13-253-5, Hawaii Administrative Rules, is amended to read as follows:
- "13-253-5 <u>Catamaran and canoe registration application fee</u>. Prior to filing or renewing an application for the issuance of a catamaran registration as provided in section 13-251-36, the applicant shall pay to the department a [nonrefundable] <u>nonrefundable</u> application fee of [\$5] <u>\$50</u>." [Eff 2/24/94 am and comp Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 89. Section 13-255-7, Hawaii Administrative Rules, is amended to read as follows:
- "13-255-7 [Penalties] Fines and penalties. [Any person who is guilty of violating these rules shall be fined not more than \$10,000 as provided in section 200-14, Hawaii Revised Statutes.] Fines and penalties shall be assessed in accordance with section 13-230-4." [Eff 2/24/94 am and comp] (Auth: "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25) (Imp: "200-2, 200-3, 200-4, 200-14, 200-14.5, 200-25)
- 90. Section 13-256-3, Hawaii Administrative Rules, is amended by amending subsection (a) to read as follows:
 - "13-256-3 Commercial operator permit requirements. (a) All operators of commercial vessels, water craft or water sports equipment, who do not possess a valid commercial activity permit, shall apply for a commercial operator permit to be issued by the department. The applicant for such permit shall comply with the applicable provisions stated in Hawaii Administrative Rules, and Ocean Waters, Navigable Streams and Beaches, Sections 13-251-1 through 13-251-20. [A valid commercial use permit

issued to the owner of a vessel to operate from state harbor or launching ramp facilities shall satisfy the commercial operator permit requirement of this section for the operation of that particular vessel.]"

] (Auth: HRS "200-22, 200-24)(Imp: HRS

[Eff 2/24/94 am and comp "200-22, 200-24)

- 91. Section 13-256-4, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-4 Commercial [Vessel] <u>vessels</u> and water sports equipment registration requirements. (a) All commercial vessels, water craft or water sports equipment shall be registered with the department for commercial use in compliance with [Sections] <u>sections</u> 13-251-36 to 13-251-52.
- (b) Commercial [use] <u>activity</u> permits issued by the department for commercial vessels operating from [state harbors or] <u>state</u> boating facilities, <u>except for beaches under the jurisdiction of the department</u>, are exempt from the requirements of this section." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
 - 92. Section 13-256-5, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-5 <u>Commercial [use] activity permits; public auction.</u> (a) Unless otherwise provided by law, all commercial [use] <u>activity</u> permits issued by the department under this chapter for thrill craft or parasail operations may be made at public auction under sealed bid after public notice.
- (b) Before any prospective bidder is entitled to submit a bid for a commercial [use] activity permit, the prospective bidder shall, not less than six calendar days prior to the day designated for opening bids, give written notice of its intention to bid to the officer charged with issuing the commercial [use] activity permits. Each prospective bidder shall submit answers, under oath, to questions contained in a questionnaire, provided by the department, setting forth a complete statement of the experience, competence and financial standing of the prospective bidder. The names and the number of persons who have submitted a notice of intention to bid shall not be divulged. Information contained in the answers to the questionnaire shall remain confidential, and any government officer or employee who knowingly divulges or permits to be divulged any such information to any person not fully entitled thereto shall be fined not more than \$250. A questionnaire so submitted shall be returned to the bidder after having served its purpose.
- (c) Advertisement for bids. Publication of a call for tenders shall be made not less than three times on not less than three different days in a newspaper of general circulation printed and published within the State and in a newspaper of general circulation published in the county in which the designated area is located. The first

publication shall be not less than three weeks prior to the date designated for the opening of tenders. Notice of the call for tenders shall contain the following:

- (1) Location where the bid questionnaire is available;
- (2) Time and place of the opening of tenders;
- (3) General description of the designated area;
- (4) Specific use for which the commercial [use] <u>activity</u> permit is intended; and
- (5) The upset price as established by the department. Unless a higher amount is specified for a specific commercial [use] <u>activity</u> permit the annual upset price shall be [\$900.00] <u>\$8,400</u>, which is the monthly charge of [\$75.00] <u>\$700</u>. If the commercial [use] <u>activity</u> permit is located within an area [which] <u>that</u> requires less than twelve months of operation, the upset price shall be adjusted accordingly.
- (d) All bids shall be sealed and delivered to the officer advertising therefor and shall be opened by the officer at the time and place to be stated in the call for tenders which time shall not be less than ten days after the last publication, in the presence of all bidders who attend, and may be inspected by any bidder. All bids [which] that do not comply with the requirements of the call for tenders shall be rejected. The officer calling for bids may reject any or all bids and waive any defects when in the officer's opinion such rejection or waiver will be in the best interest of the public. All bids shall be accompanied by a deposit of legal tender, or a certificate of deposit, cashier's check or certified check on a bank that is insured by the Federal Deposit Insurance Corporation, or on a savings institution insured by the Federal Savings & Loan Insurance Corporation or by a share certificate issued by a credit union insured by the National Credit Union Administration, in a sum of not less than five per cent of the amount bid, payable at sight to the officer advertising for tenders. A bid deposit may also be in the form of a surety bond conforming to the requirements of Section 103-31, [Hawaii Revised Statutes] HRS.
- (e) All bids shall be accompanied by a deposit of legal tender, or a certificate of deposit, cashier's check or certified check on a bank that is insured by the Federal Deposit Insurance Corporation, or on a savings institution insured by the Federal Savings & Loan Insurance Corporation or by a share certificate issued by a credit union insured by the National Credit Union Administration, in a sum of not less than five per cent of the amount bid, payable at sight to the officer advertising for tenders. A bid deposit may also be in the form of a surety bond conforming to the requirements of Section 103-31, [Hawaii Revised Statutes] <u>HRS</u>.
- (f) If the highest bidder to whom the commercial [use] <u>activity</u> permit is awarded fails or neglects to fully comply with the terms and conditions for the issuance of the commercial [use] <u>activity</u> permit within ten days after the award or within such further time as the officer awarding the permit may allow, the bidder shall forfeit the bid deposit to the State. If the <u>commercial activity</u> permit is issued, the bid deposit shall be returned to the permittee upon receipt of the first monthly payment. The deposits made by the unsuccessful bidders shall be returned to them after the commercial [use] <u>activity</u> permit is issued or if the commercial [use] <u>activity</u> permit is not awarded or issued after the officer's determination to publish another call for tenders or not to issue any commercial [use] <u>activity</u> permit.
 - (g) The commercial [use] activity permit shall be awarded to the highest

qualified bidder. If there is more than one authorized commercial operating area in a particular designated area, then the permit for each operating area shall be made by a separate call for tenders.

- (h) No commercial operator shall be awarded more than one commercial [use] activity permit per designated area. Each bidder shall be awarded only one commercial [use] activity permit per designated area. Thus, if a bidder is the highest qualified bidder on more than one operating area then that bidder shall choose one operating area and the bidder's other bids shall be deemed withdrawn.
- (i) Each commercial [use] <u>activity</u> permit shall be valid for one year with an option to renew the commercial [use] <u>activity</u> permit no more than four times, which shall be accomplished on or before the anniversary date of its initial issuance. A permittee interested in renewing its commercial [use] <u>activity</u> permit, shall however, notify the department sixty days before the expiration of the commercial [use] <u>activity</u> permit of its intent to renew. The terms and conditions during the renewal period shall be the same as those applicable to the initial issuance except as to the renewal option [which] <u>that</u> shall in no event cause the commercial [use] <u>activity</u> permit to be renewed more than four times. At the end of the fourth renewal period of the <u>commercial activity</u> permit, the <u>commercial activity</u> permit may again be offered for public auction, provided that the previous permittee shall be offered the right of first refusal at the new upset price.
- (j) Monthly payments for a commercial [use] <u>activity</u> permit shall be based upon 1) one-twelfth of the bid price or 2) a percentage of the monthly gross receipt equal to two per cent, whichever is greater. Gross receipt is defined in [§] <u>section</u>13-256-12.
- (k) The commercial [use] <u>activity</u> permit does not give the permittee any vested property rights. The department reserves the right not to issue or renew any commercial [use] <u>activity</u> permits." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24, 200-37, 200-39) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24, 200-37, 200-39)
- 93. Section 13-256-6, Hawaii Administrative Rules, is amended by amending subsection (c) to read as follows:

"13-256-6 Transferability of commercial [use] activity permits. ***

- (c) A commercial [use] <u>activity</u> permit issued for a thrill craft or parasail operating area shall [automatically terminate upon the transfer of any or all interest in the corporation or other business entity holding the permit] <u>be fully transferable upon the payment of a business transfer fee in accordance with section 13-256-7(b). No more than one transfer every two years shall be authorized with respect to any given permit, except transfers between family members for the purpose of business reorganization." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-10, 200-22, 200-24, 200-37) (Imp: HRS "200-2, 200-3, 200-4, 200-2, 200-3, 200-10, 200-22, 200-24, 200-37)</u>
- 94. Section 13-256-7, Hawaii Administrative Rules, is amended by amending subsections (a) and (b) to read as follows:

- "13-256-7 <u>Business transfer fee.</u> (a) [Whenever a stockholder or owner of an interest in a corporation or other business which has been issued a commercial use permit sells or transfers stock or interest in the corporation, either as a single transaction or as an aggregate of several transactions, to any person or business entity who is not a stockholder or owner of record on the effective date of these rules, the seller or person transferring such stock or interest shall pay to the department a business transfer fee which is the greater of (1) two per cent of the gross receipts which are directly attributable to the use of the co0mmercial use permit issued by the department for the twelve month period prior to the date of sale, or (2) ten per cent of the net value of the sale of the stock or interest in the business as determined by the difference between the sale price and an equal percentage of the appraised value of the assets of the business] The business transfer fee for transfer of ownership of any commercial activity permit, except thrill craft, parasailing and water sledding commercial activity permits, shall be accomplished in accordance with section 13-234-33.
- [(b) The value of the stock or interest transferred shall be as mutually agreed to by the seller and the department. In the case of a business which engages in more than one type of business activity, only the value of the business activity which is dependent upon the possession and use of the commercial use permit shall be considered for the purposes of this section. In those cases where the transfer is made for consideration other than legal tender, the appraised or market value of the item of consideration given in exchange for the interest in the business shall be used.]
- (b) Business transfer fees for a thrill craft, parasailing commercial activity permits shall be in accordance with section 200-30(7), HRS."

[Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24, 200-37) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24, 200-37)

- 95. Section 13-256-8, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-8 Owner required to report change in ownership, address and other changes. (a) In addition to the provisions in section 13-251-44, the holder of any commercial [use] activity permit issued under this chapter shall notify the department in writing within seven days if:
 - (1) The owner no longer has possession of the permitted vessel or water sports equipment[.];
 - (2) All or any interest in the permitted vessels or water sports equipment is transferred to or assigned to another person or business entity[.];
 - (3) The owner's address or telephone number changes[.]; or
 - (4) There is a change in corporate officers."

[Eff 2/24/94; am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 96. Section 13-256-9, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-9 <u>Insurance</u>. The insurance requirements for commercial vessels shall be [not less than \$50,000 for property damage and not less than \$500,000 personal liability for vessels authorized to carry one to twenty-five passengers, and not less than \$1,000,000 for personal liability for vessels authorized to carry more than twenty-five passengers. The liability insurance shall name the State as additional insured.] <u>in accordance with section 13-231-65.</u>" [Eff 2/24/94 am and comp (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 97. Section 13-256-10, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-10 <u>Revocation</u>. [(a) The department may immediately revoke a commercial use permit without the necessity for a hearing for any activity which does or may endanger the health or safety of passengers or the public.
- (b) The department may revoke a commercial use permit for violation of any rules of the department if after 72 hours notice of the violation by the department the permittee fails to cure the violation.]
- (a) Revocation of a commercial activity permit, other than thrill craft, parasail and water sledding commercial activity permits, shall be done in accordance with section 13-231-6.
- (b) Revocation of thrill craft, water sledding and high speed boating commercial activity permits, shall be done in accordance with section 13-256-18.
- (c) Revocation of parasailing commercial activity permits shall be done in accordance with section 13-256-19." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 98. Section 13-256-11, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-11 Fees for commercial thrill craft, parasailing, water sledding and high speed boating operations. (a) [Fees required to be paid to the department are as follows:
 - (1) Registration fee. A registration fee payable at time of issuance and renewal shall be as prescribed in section 13-253-1;
 - (2) Operator permit fee.] A commercial [operator] <u>activity</u> permit <u>application</u> fee <u>of \$50 shall be</u> payable at <u>the</u> time of issuance and or renewal of the permit. [shall be as prescribed in '13-253-2;]
- [(3)] (b) <u>Unless otherwise provided by statute, the [Commercial]</u> commercial activity operating area [use] permit fee[: A monthly commercial use permit fee] shall be the greater of [\$75.00] \$200 per month, payable in advance, or [2%] two

per cent of the monthly gross receipts effective on the date of the amendments to this section. The percentage of monthly gross receipts shall increase to two and one half per cent as of the first day of the first full month following the effective date of the amendments to this section and shall increase to a maximum of three per cent of the monthly gross receipts as of the first day of the first full month following the twelfth month of the two and one-half per cent increase. The report of gross receipts shall be submitted to and received by the department not later than the end of the month following the month covered by the report and shall be submitted on a form acceptable to the department. A permittee possessing both a harbor [commercial use] commercial activity permit and a commercial activity operating area [use] permit who is paying [2%] a percentage of gross receipts under the commercial harbor [use] activity permit shall not be required to pay an additional [2%] percentage of gross receipts under the commercial activity operating area [use] permit.

- 99. Section 13-256-12, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-12 <u>Gross receipts</u>. [(a)] Gross receipts as used in this chapter [means all moneys paid or payable to the account of the commercial permittee, for services rendered, or resulting from trade, business, commerce, or sales by the vessel or water sports equipment owner when the services, trade, business, commerce, and sales have a direct relationship to the vessel] shall be as described in section 13-231-56.
- [(b) Each commercial use permittee shall be responsible for submitting to the department a monthly statement of its gross receipts.]"

 [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24, 200-37)
- 100. Section 13-256-15, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-15 <u>Commercial vessel shoreline access</u>. (a) No commercial vessel shall land, embark or discharge passengers at any state <u>shoreline area</u> or county facility, or at other public beaches except for locations at which the permittee has

been issued an appropriate permit by the department or a lease or permit by the board of land and natural resources or a county, or within designated ingress/egress zones.

- (b) Notwithstanding subsection (a), unless otherwise prohibited by city and county, federal or state rule, ordinance or statute, access to and from the shoreline shall be presumed to be allowed by commercial permittees who have been issued a commercial activity permit in accordance with section 13-231-71." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 101. Section 13-256-18, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-18 Commercial thrill craft operations, commercial high speed boating and water sledding operations. (a) All [No] commercial thrill craft, high speed boating or water sledding [activities shall be conducted] operation owners shall be required to possess a valid commercial activity permit to conduct these activities on the waters of the State [unless the owner has applied for and been issued a commercial operating area use permit for] within a designated commercial thrill craft, high speed boating or water sledding operating area, in addition to any commercial [use] activity permit required for state-owned facilities.
- (b) All new commercial activity permits issued by the department for commercial thrill craft operations after June 18, 1996 shall be issued at public auction.
- (c) [No] Effective after 1988, not more than one commercial activity [operating area use] permit shall be issued to an owner to conduct commercial thrill craft, high speed boating or water sledding.
- (d) A commercial activity permit for commercial thrill craft operations shall be valid for five years from the date of issuance and shall be renewed by the department for additional five-year periods, not to exceed a maximum of twenty years; provided that the permit holder shall:
 - (A) Be in compliance with all applicable rules of the department;
 - (B) Have filed and paid all applicable State taxes during the year in a timely fashion; and
 - (C) Be required to have a good operating safety record for thrill craft activities.
- (e) Upon expiration of the twenty-year period, the permit may be offered for public auction, as provided by section 13-256-5, provided that the previous permittee shall be offered the right of first refusal in accordance with departmental rules, and the permittee shall agree to match the highest bid offered at the public auction.
- (f) All commercial activity permits issued for commercial thrill craft operations shall be subject to an annual review that shall include, but not be limited to the permittee's:
 - (A) Compliance with applicable rules of the department;
 - (B) Timely filing and payment all applicable State taxes during the year;

and

- (C) Good safety record regarding the operation of the commercial thrill craft activity.
- (g) The commercial activity permit for commercial thrill craft, water sledding and commercial high speed boating may immediately be revoked without a hearing for any activity that endangers or may endanger the health or safety of passengers or the public.
- (h) The commercial activity permit for commercial thrill craft, water sledding and commercial high speed boating may be suspended or revoked for violations of any rules of the department if, after seventy-two hours notice by the department of the violation, the violation has not been corrected but shall have a right to request an administrative hearing. A permittee whose permit has been suspended shall have ten days from receipt of the notice of suspension to request, in writing, an administrative hearing.
- (i) The commercial activity permittee for commercial thrill craft, water sledding and commercial high speed boating activities shall be provided an informal review procedure, as described in section 13-231-33, if any information received by the department that may lead to the revocation or denial of a renewal of a commercial activity permit under this section. Notwithstanding section 13-231-33(f), the permittee shall have ten days from receipt of the notice of final recommendations of the informal review procedure to request, in writing, an administrative hearing.
- (j) The administrative hearing shall be solely for the purpose of allowing the permittee to contest the basis for the suspension, revocation or denial of a renewal of the permit. The hearing shall be held within five working days and shall be conducted in accordance with section 13-231-31.
- (k) Within ten days after the conclusion of the administrative hearing, the department shall either;
 - (A) Lift the suspension;
 - (B) Suspend the permit for a period of not longer than one year; or
 - (C) Revoke the permit.
- [(b)] (1) Commercial thrill craft are limited to operating within a two hundred foot radius of the permitted designated location except as otherwise designated. The number of thrill craft permitted to operate within each commercial thrill craft <u>designated</u> operating area shall be as directed by the department, not to exceed a limit of six rental units and two safety units per area.
- [(c)] (m) No more than one vessel shall be permitted to operate under a commercial <u>activity</u> [operating area use] permit issued for high speed boating or water sledding.
- [(d)] (n) Access to and from designated areas shall be only from harbors and ramp facilities, or areas designated by a valid conservation district use permit issued by the Department of Land and Natural Resources or areas designated by the Department.
- [(e)] (o) Commercial thrill craft, high speed boating and water sledding operators shall proceed at a speed of slow-no-wake, or as otherwise posted, by the most direct route consistent with safety considerations. Thrill craft, high speed boating and water sledding operators shall not exceed a speed of slow-no-wake when

within three hundred feet of the shoreline.

- [(f)] (p) No other activity is permitted in designated commercial thrill craft operating areas or recreational and commercial water skiing or water sledding areas during the time of authorized operations for safety purposes.
- (q) Commercial high speed boating activities shall not exceed forty miles per hour in the waters of the State, except:
 - (1) <u>In areas, along routes, and during time periods designated by</u> the department; and
 - (2) <u>In accordance with a permit issued by the department.</u>" [Eff 2/24/94 am and comp] (Auth: HRS "200-22, 200-24, 200-37, 200-39) (Imp: HRS "200-22, 200-24, 200-37, 200-39)
- 102. Section 13-256-19, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-19 <u>Parasailing activities</u>. (a) Parasailing operators shall comply with rules and regulations promulgated by the U. S. Coast Guard in addition to the following provisions[:].
- (b) All new commercial activity permits issued by the department for commercial parasailing operations after June 18, 1996 shall be issued at public auction.
- [(1)] (c) All parasailing vessels shall have access to designated areas only from harbors or ramp facilities by the most direct route consistent with safety considerations.
- [(2)] (d) [No] <u>All</u> commercial parasailing vessel <u>owners</u> shall <u>be required to possess a valid commercial activity permit to</u> operate on the waters of the State [unless the owner has applied for and been issued a commercial operating area use permit for] <u>within</u> a designated parasail operating area, in addition to any commercial [use] activity permit required for state-owned facilities.
- (e) A commercial activity permit for commercial parasailing operations shall be valid for five years from the date of issuance and shall be renewed by the department for additional five-year periods, not to exceed a maximum of twenty years; provided that the permit holder shall:
 - (A) Be in compliance with all applicable rules of the department;
 - (B) Have filed and paid all applicable State taxes during the year in a timely fashion; and
 - (C) Be required to have a good operating safety record for parasailing activities.
- (f) Upon expiration of the twenty-year period, the permit may be offered for public auction, as provided by section 13-256-5, provided that the previous permittee shall be offered the right of first refusal in accordance with departmental rules, and the permittee shall agree to match the highest bid offered at the public auction.
 - (g) All commercial use permits issued for commercial parasailing

operations shall be subject to an annual review that shall include, but not be limited to the permittee's:

- (A) Compliance with applicable rules of the department;
- (B) Timely filing and payment all applicable State taxes during the year; and
- (C) Good safety record regarding the operation of the commercial parasailing activity.
- (h) The commercial activity permit for commercial parasailing may immediately be revoked without a hearing for any activity that endangers or may endanger the health or safety of passengers or the public
- (i) The commercial activity permit for commercial parasailing or may be suspended or revoked for violations of any rules of the department if, after seventy-two hours notice by the department of the violation, the violation has not been corrected but shall have a right to request an administrative hearing. A permittee whose permit has been suspended shall have ten days from receipt of the notice of suspension to request, in writing, an administrative hearing.
- (j) The commercial activity permit for parasailing shall be provided an informal review procedure, as described in section 13-231-33, if any information received by the department that may lead to the revocation or denial of a renewal of a commercial activity permit under this section. Notwithstanding section 13-231-33(f), the permittee shall have ten days from receipt of the notice of final recommendations to request, in writing, an administrative hearing.
- (k) The administrative hearing shall be solely for the purpose of allowing the permittee to contest the basis for the suspension, revocation, or denial of a renewal of the permit. The hearing shall be held within five working days and shall be conducted in accordance with section 13-231-31.
- (l) Within ten days after the conclusion of the Administrative hearing, the department shall either;
 - (A) Lift the suspension;
 - (B) Suspend the permit for a period of not longer than one year; or
 - (C) Revoke the permit.
- [(3)] (m) No operator shall be issued more than one commercial [operating area use] activity permit for a designated parasailing operating area.
- [(4)] (n) No permittee shall be allowed to operate more than one parasail vessel with a parasail aloft in the designated parasailing operating area.
- [(5)] (o) No parasailing vessel shall be engaged in parasailing activities while it is within three hundred feet of the shoreline or any marked channel entrance.
- [(6)] (p) All parasail vessels shall carry at least one crew member in addition to the captain whose duty it shall be to observe the passenger in the chute.
- [(b)] (q) Parasailing operations shall be curtailed in certain designated areas under this chapter as necessary to avoid possible adverse impacts on humpback whales or other protected marine life. In designated areas during the whale season, the maximum vessel speed for parasailing shall be eighteen (18) knots, and maximum transit speed for shuttling passengers to and from the parasailing zones shall be fifteen (15) knots or minimum planing speed, whichever is less, unless governed by other limits such as slow-no-wake zones or as marked by signs." [Eff 2/24/94 am and

comp] (Auth: HRS "200-22, 200-24, 200-37) (Imp: HRS "200-22, 200-24, 200-37)

- 103. Section 13-256-32, Hawaii Administrative Rules, is repealed:
- ["'13-256-32 Commercial Operator Licensee experience requirements. (a) No commercial vessel operator shall be issued a commercial operator permit to operate or navigate within the Na Pali Coast ocean waters unless the applicant has a minimum of ninety days experience operating within the Na Pali Coast ocean waters attested to by two persons each of whom holds a valid commercial operator permit issued by the department.
- (b) No commercial kayak tour guide license shall be issued a commercial operator licensee unless the operator meets the following conditions:
 - (1) Possesses a current Red Cross Advanced Life Saving Certificate,
 - (2) Has knowledge of elementary first aid;
 - (3) Is physically qualified to perform as a kayak tour guide as evidenced by a written report of a physical examination made no earlier than thirty days prior to the application for the license; and
 - (4) Demonstrates a satisfactory knowledge of the waters through presentation of a log of ocean kayak trips performed in the Na Pali Coast restricted area during the preceding six-month period.
- 104. Section 13-256-33, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-33 Priority and procedures in the issuance of commercial [vessel] activity permits. [(a) Notwithstanding the commercial use permit limitations in section 13-256-36 of fifteen commercial use permits at Hanalei River mouth and two commercial use permits for Anini Beach launching ramp, all commercial vessels operating with valid commercial use permits issued by the department on September 30, 1988, and who have complied with all the rules of the department and all other federal, state or county requirements may be issued a new commercial use permit for Hanalei or Anini Beach restricted Area.]
- [(b)] (a) All commercial [use] <u>activity</u> permits <u>issued for Hanalei River</u>, <u>Hanalei Bay ocean waters</u>, and <u>Anini Beach launching ramp</u> shall be valid for not more than one year. These permits shall [automatically terminate on the expiration

date and there shall be no presumption or implication of a right to renew.] <u>be renewed</u> in accordance with section 13-231-61.

- [(c)] (b) An application for a commercial [use] activity permit shall be made in writing to the department on the form provided by the department. The applicant shall indicate in the application the type and characteristics of the vessel, including but not limited to the vessel's overall length, draft, beam, principal source of propulsion, and any secondary or auxiliary source of propulsion, the passenger carrying capacity, and any other pertinent information. No application shall be complete until the applicant pays the application fee prescribed in these rules. The department shall accept the completed application form for consideration by endorsing it and entering the time and date on the application form submitted. The time and date the application is endorsed by the department shall be the effective filing date and shall establish the applicant's priority date. An applicant must file a new application form each year but the effective filing date shall remain the same.
- [(d)] (c) Only when the number of commercial [use] activity permits issued under subsection (a) falls below the number authorized in section 13-256-36, will the department offer a permit to the applicant with the earliest priority date; provided that in no event shall the limit set in section 13-256-36 be exceeded thereby." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 105. Section 13-256-36, Hawaii Administrative Rules, is amended to read as follows:
- "13-256-36 <u>Use of commercial vessels at the Hanalei River, Hanalei Bay ocean waters, and Anini Beach launching ramp</u>. In addition to any federal, state or county law, rule, or ordinance, the following restrictions shall apply at the Hanalei River, Hanalei Bay ocean waters, and Anini Beach launching ramp.
 - (1) No commercial vessel shall operate at or use the Hanalei River, Hanalei Bay ocean waters, or Anini Beach launching ramp for any commercial purposes without a commercial [use] <u>activity</u> permit.
 - (2) No commercial [use] <u>activity</u> permits shall be issued for commercial vessels to operate at or on the Hanalei River or Hanalei Bay ocean waters, except that up to two commercial [use] <u>activity</u> permits may be issued for kayaks to operate on the Hanalei River or Hanalei Bay ocean waters. No more than twenty-four passengers shall be allowed per day under each permit. A kayak tour group shall not exceed six vessels for passengers, and shall additionally include at least one guide vessel per six passengers.
 - (3) No more than two commercial [use] <u>activity</u> permits shall be issued for the Anini Beach launching ramp.
 - (4) No more than three commercial kayak tour operators shall be registered and permitted to operate in the Na Pali Coast restricted area. No trip scheduled by a commercial kayak tour operator may include more than four kayaks for customers and two kayaks for guides. No

- commercial kayak tour operation shall conduct more than two trips per day.
- (5) Commercial vessels shall land at times designated by the department.
- (6) No commercial vessel shall carry more than thirty paying or non-paying passengers per day.
- (7) No commercial vessel shall be issued a commercial [use] <u>activity</u> permit to operate within the North Shore Kauai Ocean Recreation Management Area if its passenger carrying capacity exceeds twenty-five individuals.
- (8) The department may authorize a holder of an existing commercial [use] <u>activity</u> permit to substitute a larger vessel for a smaller vessel so long as the new vessel does not exceed the twenty-five person carrying capacity limit, nor the thirty passengers per day limitation." [Eff 2/24/94 am and comp11/30/00, am and comp] (Auth:

HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

106. Section 13-256-37, Hawaii Administrative Rules, is repealed:

['13-256-37 <u>Fees</u>. (a) Fees required to be paid to the department are described in Chapter 13-234 and more specifically as follows:

- (1) Registration fee. A registration fee payable at the time of issuance shall be prescribed in section 13-253-1.
- (2) Operator license fee. A commercial operator license fee payable at time of issuance of the license shall be \$2.00.
- (3) Commercial vessel permit fee. A monthly commercial vessel permit fee shall be the greater of \$75.00 or two per cent of the monthly gross receipts.
- (b) Delinquency of any fees owed to the department will result in automatic revocation of the commercial vessel permit.] [Eff 2/24/94 R] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 107. Section 13-256-39, Hawaii Administrative Rules, is amended by amending subsection (e) to read as follows:

"13-256-39 Hanalei Bay ocean waters, general restrictions. ***

(e) The designated mooring area for the mooring or anchoring of transient and locally based vessels, is the area encompassed by the boundaries shown on Exhibit "C" dated September 19, 1988, located at the end of this subchapter, and which are described as follows:

Beginning at a point on the northwest corner of Hanalei Pier by azimuths clockwise from True South, 123 degrees for a distance of six hundred seventy-five feet; 346 degrees for a distance of one thousand two hundred

seventy-seven feet; 022 degrees for a distance of seven hundred fifty-six feet; 127 degrees for a distance of three thousand two hundred twenty-five feet; then on a straight line to the point of beginning.

- [(2)] <u>(1)</u> All vessels within Hanalei Bay ocean waters shall be moored or anchored within the designated mooring area.
- [(3)] (2) No person shall navigate, moor, or anchor a commercial vessel, providing services on a fee basis, in a designated mooring area unless the vessel has been registered and the owner has a valid commercial [use] activity permit issued by the department.
- [(4)] (3) No person shall anchor, moor or stay aboard a vessel except those equipped with an approved marine sanitation device (MSD) in good working condition, or those vessels exempt from MSD requirement in accordance with U.S. Coast Guard regulations.
- [(5)] (4) No permanent mooring shall be installed within the designated mooring area except by permit issued by the department."

[Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

108. Section 13-256-40, Hawaii Administrative Rules, is amended to read as follows:

"13-256-40 <u>Haena ocean waters, general restrictions</u>. (a) The Haena ocean waters are subject to the following restrictions. This section shall not apply in the event of an emergency, to law enforcement or to rescue craft, or to vessels participating under a valid ocean waters event permit issued by the department, Coast Guard or Hawaiian design outrigger canoes engaged in crew training.

- (1) No commercial motorized vessel shall land, or discharge or load passengers from shore within Haena ocean waters, unless the owner possesses a valid commercial [use] activity permit for the use of the beach for this purpose issued by the board of land and natural resources. The total number of vessels operating from this area shall not exceed ten passenger carrying vessels and one support craft.
- (2) No person shall solicit business or offer goods or services for rent, sale or use within Haena ocean waters.
- (3) Non-motorized commercial vessels may be permitted to land at the beach area fronting the western half of the county beach park.
- (4) Vessels may be moored or anchored only during daylight hours.
- (5) Motorized vessels shall not exceed a speed of "slow-no-wake" (five miles per hour) within Haena ocean waters.
- [(c)] (b) Recreational Zone A, Haena ocean waters.
- (1) Zone A means the area confined by the boundaries shown on Exhibit "D" dated June 30, 1988, located at the end of this subchapter, which boundaries are described as follows:

Beginning at the intersection of the edge of the inner reef and the

mean low water mark on the south side of the boat channel, then clockwise along the outer edge of the inner reef to the intersection of the edge of the reef and a straight line drawn between a marker pole on the shoreline and the exposed rock on the southern tip of the outer reef, then along this line to the exposed rock, then along a line drawn at a ninety degree angle to the outer edge of the reef, then clockwise along the outer edge of the reef to the point where it becomes tangent to the Haena ocean waters boundary line, then clockwise along the boundary line to the mean low water mark to the point of beginning.

- (2) Restrictions. Zone A is designated for recreational use. No commercial motorized vessel shall be permitted within Zone A, provided that customers patronizing commercial vessels anchored or moored within Zone C shall be allowed to enter Zone A for snorkeling or scuba diving activities.
- (3) Notwithstanding the provisions of subsection (b)(2), commercial vessels whose owners possess a valid [use] <u>commercial activity</u> permit issued by the department of land and natural resources shall be permitted direct access to the beach area specified in the permit for the purpose of passenger pick-up or discharge.
- [(d)] (c) Swimming and Snorkeling Zone B, Haena ocean waters.
- (1) Haena Zone B means the area confined by the boundaries shown on Exhibit "D" dated June 30, 1988 located at the end of this subchapter and described as follows:

Beginning at the intersection of the western boundary of Haena ocean waters and the mean low water mark, then along the western boundary of Haena ocean waters for a distance of two hundred feet, then clockwise along a line drawn parallel to the low water mark at a distance of two hundred feet to the outer edge of the inner reef, then along the outer edge of the inner reef to the mean low water mark, then along the mean low water mark to the point beginning.

- (2) Restrictions. Haena Zone B is designated for swimming and snorkeling activities. No motorized vessel shall be permitted within Zone B.
- [(e)] (d) Snorkeling Zone C, Haena ocean waters.
- (1) Haena Zone C is as shown on Exhibit "D" dated June 30, 1988, located at the end of this subchapter. Haena Zone C includes those ocean water areas outside Zone A and Zone B.
- (2) Restrictions. Haena Zone C is an area designated for the use of motorized vessels with passengers engaged in snorkeling and scuba diving activities, Haena ocean waters include those ocean areas outside Zone A and Zone B. No vessel shall moor within Zone C except at three mooring buoys approved for installation by the board of land and natural resources along the outer edge of the inner reef at the locations shown on Exhibit "D" dated June 30, 1988. No more than two vessels may be moored to each buoy at any one time, for a period not exceeding forty-five minutes per vessel.

- (3) Anchoring during daylight hours may be permitted within Zone C except in areas containing coral growth." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)
- 109. Section 13-256-73, Hawaii Administrative Rules, is amended by amending subsection (b) to read as follows:

"13-256-73 Kaneohe Bay Waters.***

- (b) Commercial ocean recreation activities shall be restricted within Kaneohe Bay waters as follows:
 - (1) No commercial operator, holding a valid ocean recreational management area commercial [use] <u>activity</u> permit, shall operate a thrill craft, engage in water sledding or commercial high speed boating, or operate a motor vessel towing a person engaged in water sledding during weekends and state or federal holidays.
 - (2) All commercial ocean recreation activities in Kaneohe Bay waters are prohibited on Sunday, effective January 1, 1991."

[Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

110. Section 13-256-89, Hawaii Administrative Rules, is amended by amending subsection (d) to read as follows:

"13-256-89 Waialae-Kahala Restricted Areas.

- (d) Waialae-Kahala Beach Boat Channel.
- (1) The Waialae-Kahala beach boat channel means the area confined by the boundaries shown on Exhibit "II", dated, August 19, 1988 located at the end of this subchapter. The boundaries are as follows:

Beginning at a point on the low water mark at the southern tip of the Waialae Nui Stream groin, then by azimuth measured clockwise from True South, 205 degrees for a distance five hundred fifty feet, coincident with Swimming Area A boundary; then in a straight line to the low water mark at the south eastern tip of the rocky peninsula; then along the low water mark of the rocky peninsula and shoreline to a point one hundred twenty-five feet east of the rocky peninsula; then 343 degrees in a straight line to intersect Swimming Area B boundary; then along Swimming Area B boundary to the northern tip of the islet; then 160 degrees for a distance of four hundred twenty-five feet; then 025 degrees for a distance of four hundred seventy-five feet; then in a northwesterly direction to the point of beginning.

(2) Restrictions. The Waialae-Kahala beach boat channel is designated for

use by commercial vessels, operating under contract with the Kahala Hilton Hotel and holding a valid commercial [use] <u>activity</u> permit from the department. The operation of any other vessel is prohibited within this area." [Eff 2/24/94 am and comp] (Auth: HRS "200-2, 200-3, 200-4, 200-22, 200-24) (Imp: HRS "200-2, 200-3, 200-4, 200-22, 200-24)

- 111. Material, except source notes, to be repealed is bracketed. New material is underscored.
- 112. Additions to update source notes to reflect these amendments are not underscored.
- 113. These amendments to chapters 13-230, 13-231, 13-232, 13-233, 13-234, 13-241, 13-242, 13-244, 13-250, 13-251, 13-252, 13-253, 13-255, 13-256, Hawaii Administrative Rules, shall take effect ten days after filing with the Office of the Lieutenant Governor.

| • | copies of the rules, drafted in the Ramseyer format 191-4.1, Hawaii Revised Statutes, which were |
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| - | by the Board of Land and Natural Resources, and |
| filed with the Office of the Lieutenant | · · |
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| | Peter Young, Chairperson |
| | Department of Land and Natural Resources |
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| APPROVED AS TO FORM: | |
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| Demotes Attorners Comment | |
| Deputy Attorney General | |